

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT ☐**APPLICATION FOR PERMIT TO DRILL****1. WELL NAME and NUMBER**

Stewart 15-20-4-2

2. TYPE OF WORKDRILL NEW WELL ☒ REENTER P&A WELL ☐ DEEPEN WELL ☐**3. FIELD OR WILDCAT**

UNDESIGNATED

4. TYPE OF WELL

Oil Well Coalbed Methane Well: NO

5. UNIT or COMMUNITIZATION AGREEMENT NAME**6. NAME OF OPERATOR**

NEWFIELD PRODUCTION COMPANY

7. OPERATOR PHONE

435 646-4825

8. ADDRESS OF OPERATOR

Rt 3 Box 3630 , Myton, UT, 84052

9. OPERATOR E-MAIL

mcrozier@newfield.com

**10. MINERAL LEASE NUMBER
(FEDERAL, INDIAN, OR STATE)
Fee****11. MINERAL OWNERSHIP**FEDERAL ☐ INDIAN ☐ STATE ☐ FEE ☒**12. SURFACE OWNERSHIP**FEDERAL ☐ INDIAN ☐ STATE ☐ FEE ☒**13. NAME OF SURFACE OWNER (if box 12 = 'fee')**

Deep Creek Investments etal

14. SURFACE OWNER PHONE (if box 12 = 'fee')**15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee')**

2400 Sunnyside Ave, Salt Lake City, UT 84108

16. SURFACE OWNER E-MAIL (if box 12 = 'fee')**17. INDIAN ALLOTTEE OR TRIBE NAME
(if box 12 = 'INDIAN')****18. INTEND TO COMMINGLE PRODUCTION FROM
MULTIPLE FORMATIONS**YES ☐ (Submit Commingling Application) NO ☒**19. SLANT**VERTICAL ☒ DIRECTIONAL ☐ HORIZONTAL ☐**20. LOCATION OF WELL****FOOTAGES****QTR-QTR****SECTION****TOWNSHIP****RANGE****MERIDIAN****LOCATION AT SURFACE**

663 FSL 1889 FEL

SWSE

20

4.0 S

2.0 W

U

Top of Uppermost Producing Zone

663 FSL 1889 FEL

SWSE

20

4.0 S

2.0 W

U

At Total Depth

663 FSL 1889 FEL

SWSE

20

4.0 S

2.0 W

U

21. COUNTY

DUCHESNE

22. DISTANCE TO NEAREST LEASE LINE (Feet)

663

23. NUMBER OF ACRES IN DRILLING UNIT

40

**25. DISTANCE TO NEAREST WELL IN SAME POOL
(Applied For Drilling or Completed)**

1358

26. PROPOSED DEPTH

MD: 6965 TVD: 6965

27. ELEVATION - GROUND LEVEL

5425

28. BOND NUMBER

B001834

**29. SOURCE OF DRILLING WATER /
WATER RIGHTS APPROVAL NUMBER IF APPLICABLE**

43-7478

ATTACHMENTS**VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES**

WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER



COMPLETE DRILLING PLAN



AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)



FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER

DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY
DRILLED)

TOPOGRAPHICAL MAP

NAME Mandie Crozier**TITLE** Regulatory Tech**PHONE** 435 646-4825**SIGNATURE****DATE** 04/07/2010**EMAIL** mcrozier@newfield.com**API NUMBER ASSIGNED**
43013502970000**APPROVAL**

Permit Manager

| Proposed Hole, Casing, and Cement | | | | | | |
|-----------------------------------|-----------------|-------------|----------|-------------|--|--|
| String | Hole Size | Casing Size | Top (MD) | Bottom (MD) | | |
| Prod | 7.875 | 5.5 | 0 | 6965 | | |
| Pipe | Grade | Length | Weight | | | |
| | Grade J-55 LT&C | 6965 | 15.5 | | | |
| | | | | | | |

| Proposed Hole, Casing, and Cement | | | | | | |
|-----------------------------------|-----------------|-------------|----------|-------------|--|--|
| String | Hole Size | Casing Size | Top (MD) | Bottom (MD) | | |
| Surf | 12.25 | 8.625 | 0 | 400 | | |
| Pipe | Grade | Length | Weight | | | |
| | Grade J-55 ST&C | 400 | 24.0 | | | |
| | | | | | | |

T4S, R2W, U.S.B.&M.**NEWFIELD PRODUCTION COMPANY**

WEST - 80.30 (G.L.O.)
 S88°57'41"W - 5289.85' (Meas.)

2003
 Alum. Cap

2003
 Alum. Cap

WELL LOCATION:
15-20-4-2

ELEV. UNGRADED GROUND = 5424.6'

20

1990
 Alum. Cap

2003
 Alum. Cap

S01°37'46"E (Basis of Bearings)
 2647.57' (Measured)
 S0°03'E - (G.L.O.)

S0°04'E - (G.L.O.)
 S01°06'36"E - 2642.00' (Meas.)

S02°05'09"E - 2610.75' (Meas.)

S89°21'55"W - 2640.00' (Meas.)

S89°21'55"W - 2640.00' (Meas.)

N89°56'W - 80.16 (G.L.O.)

DRILLING
 WINDOW



1889'

663'

Duchesne County
 Aluminum Cap

Set
 Marked Stone

Missing

◆ = SECTION CORNERS LOCATED

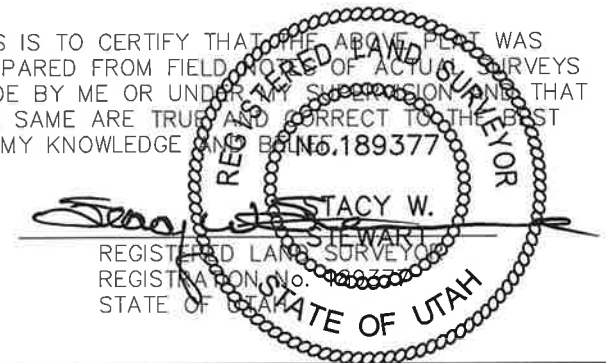
BASIS OF ELEV; Elevations are base on
 LOCATION: an N.G.S. OPUS Correction.
 LAT. 40°04'09.56" LONG. 110°00'43.28"
 (Tristate Aluminum Cap) Elev. 5281.57'

15-20-4-2
(Surface Location) NAD 83
 LATITUDE = 40° 06' 54.12"
 LONGITUDE = 110° 07' 49.75"

WELL LOCATION, 15-20-4-2, LOCATED
 AS SHOWN IN THE SW 1/4 SE 1/4 OF
 SECTION 20, T4S, R2W, U.S.B.&M.
 DUCHESNE COUNTY, UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS
 PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS
 MADE BY ME OR UNDER MY SUPERVISION AND THAT
 THE SAME ARE TRUE AND CORRECT TO THE BEST
 OF MY KNOWLEDGE AND BELIEF. 15189377

**TRI STATE LAND SURVEYING & CONSULTING**

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078
 (435) 781-2501

| | |
|----------------------------|-------------------|
| DATE SURVEYED: 01-23-10 | SURVEYED BY: C.M. |
| DATE DRAWN: 01-28-10 | DRAWN BY: F.T.M. |
| REVISED: | SCALE: 1" = 1000' |

**MEMORANDUM
of
EASEMENT, RIGHT-OF-WAY
and
SURFACE USE AGREEMENT**

This Easement, Right-of-Way and Surface Use Agreement ("Agreement") is entered into this 23rd day of March, 2010 by and between **Deep Creek Investments etal, Lee M. Smith, General Manager whose address is 2400 Sunnyside Avenue, Salt Lake City, UT 84108**, ("Surface Owner," whether one or more) and Newfield Production Company, a Texas corporation ("NEWFIELD"), with offices at 1001 Seventeenth Street, Suite 2000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Duchesne County, Utah described as follows:

Township 4 South, Range 2 West
Section 20: SWSE, SESE

Duchesne County, Utah

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

1. Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated March 23rd, 2010 as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned. This agreement replaces and supersedes any and all prior agreements covering the lands described herein.

These Parties hereto have executed this document effective as of the day first above written.

SURFACE OWNER

NEWFIELD PRODUCTION COMPANY

By: 
Lee M. Smith, General Manager
Deep Creek Investments, etal

By: _____
Dan Shewmake
Vice President – Development

STATE OF UTAH)
COUNTY OF SALT LAKE)ss

This instrument was acknowledged before me this 25th day of MARCH, 2010 by
Lee M. Smith, Deep Creek Investments, etal, General Manager.

Witness my hand and official seal.

My commission expires 11-10-10



STATE OF COLORADO)
COUNTY OF DENVER)ss

This instrument was acknowledged before me this _____ day of _____, 2010 by
Dan Shewmake, as Vice President - Development of Newfield Production Company, a Texas
corporation, on behalf of the corporation.

Witness my hand and official seal.

Notary Public

My commission expires _____

NEWFIELD PRODUCTION COMPANY
STEWART 15-20-4-2
SW/SE SECTION 20, T4S, R2W
DUCHESNE COUNTY, UTAH

TEN POINT DRILLING PROGRAM

1. **GEOLOGIC SURFACE FORMATION:**

Uinta formation of Upper Eocene Age

2. **ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:**

| | |
|--------------------|---------------|
| Uinta | 0' – 1,935' |
| Green River | 1,935' |
| Wasatch | 6,765' |
| Proposed TD | 6,965' |

3. **ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:**

Green River Formation (Oil) 1,935' – 6,765'

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

| | |
|----------------------------------------------------|-----------------------------------------------|
| Location & Sampled Interval | Date Sampled |
| Flow Rate | Temperature |
| Hardness | pH |
| Water Classification (State of Utah) | Dissolved Calcium (Ca) (mg/l) |
| Dissolved Iron (Fe) (ug/l) | Dissolved Sodium (Na) (mg/l) |
| Dissolved Magnesium (Mg) (mg/l) | Dissolved Carbonate (CO ₃) (mg/l) |
| Dissolved Bicarbonate (NaHCO ₃) (mg/l) | Dissolved Chloride (Cl) (mg/l) |
| Dissolved Sulfate (SO ₄) (mg/l) | Dissolved Total Solids (TDS) (mg/l) |

4. **PROPOSED CASING PROGRAM**

a. **Casing Design: Stewart 15-20-4-2**

| Size | Interval | | Weight | Grade | Coupling | Design Factors | | |
|--------------------------|----------|--------|--------|-------|----------|----------------|----------------|------------------|
| | Top | Bottom | | | | Burst | Collapse | Tension |
| Surface casing 8-5/8" | 0' | 400' | 24.0 | J-55 | STC | 2,950 13.15 | 1,370 10.77 | 244,000 25.42 |
| Prod casing 5-1/2" | 0' | 6,965' | 15.5 | J-55 | LTC | 4,810 2.17 | 4,040 1.82 | 217,000 2.01 |

Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient – gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure – gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
Pore pressure at surface casing shoe = 8.33 ppg
Pore pressure at prod casing shoe = 8.33 ppg
Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. **Cementing Design: Stewart 15-20-4-2**

| Job | Fill | Description | Sacks | OH Excess* | Weight (ppg) | Yield (ft ³ /sk) |
|---------------------|--------|----------------------------------|-----------------|---------------|-----------------|--------------------------------|
| | | | ft ³ | | | |
| Surface casing | 400' | Class G w/ 2% CaCl | 183 215 | 30% | 15.8 | 1.17 |
| Prod casing Lead | 4,965' | Prem Lite II w/ 10% gel + 3% KCl | 343 1118 | 30% | 11.0 | 3.26 |
| Prod casing Tail | 2,000' | 50/50 Poz w/ 2% gel + 3% KCl | 363 451 | 30% | 14.3 | 1.24 |

- *Actual volume pumped will be 15% over the caliper log
- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
 - Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

5. **MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:**

The operator's minimum specifications for pressure control equipment are as follows:

An 8" Double Ram Hydraulic unit with a closing unit will be utilized. Function test of BOP's will be check daily.

Refer to **Exhibit C** for a diagram of BOP equipment that will be used on this well.

6. **TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:**

From surface to ± 400 feet will be drilled with an air/mist system. The air rig is equipped with a 6 $\frac{1}{2}$ " blooie line that is straight run and securely anchored. The blooie line is used with a discharge less than 100 ft from the wellbore in order to minimize the well pad size. The blooie line is not equipped with an automatic igniter or continuous pilot light and the compressor is located less than 100 ft from the well bore due to the low possibility of combustion with the air dust mixture. The trailer mounted compressor (capacity of 2000 CFM) has a safety shut-off valve which is located 15 feet from the air rig. A truck with 70 bbls of water is on stand by to be used as kill fluid, if necessary. From about ± 400 feet to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will **visually** monitor pit levels and flow from the well during drilling operations.

7. **AUXILIARY SAFETY EQUIPMENT TO BE USED:**

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. **TESTING, LOGGING AND CORING PROGRAMS:**

The logging program will consist of a Dual Induction, Gamma Ray and Caliper log from TD to base of surface casing @ 400' +/-, and a Compensated Neutron-Formation Density Log from TD to 3500' +/- . A cement bond log will be run from PBDT to cement top. No drill stem testing or coring is planned for this well.

9. **ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:**

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated

bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

10. **ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:**

It is anticipated that the drilling operations will commence the third quarter of 2010, and take approximately seven (7) days from spud to rig release.

2-M SYSTEM

Blowout Prevention Equipment Systems

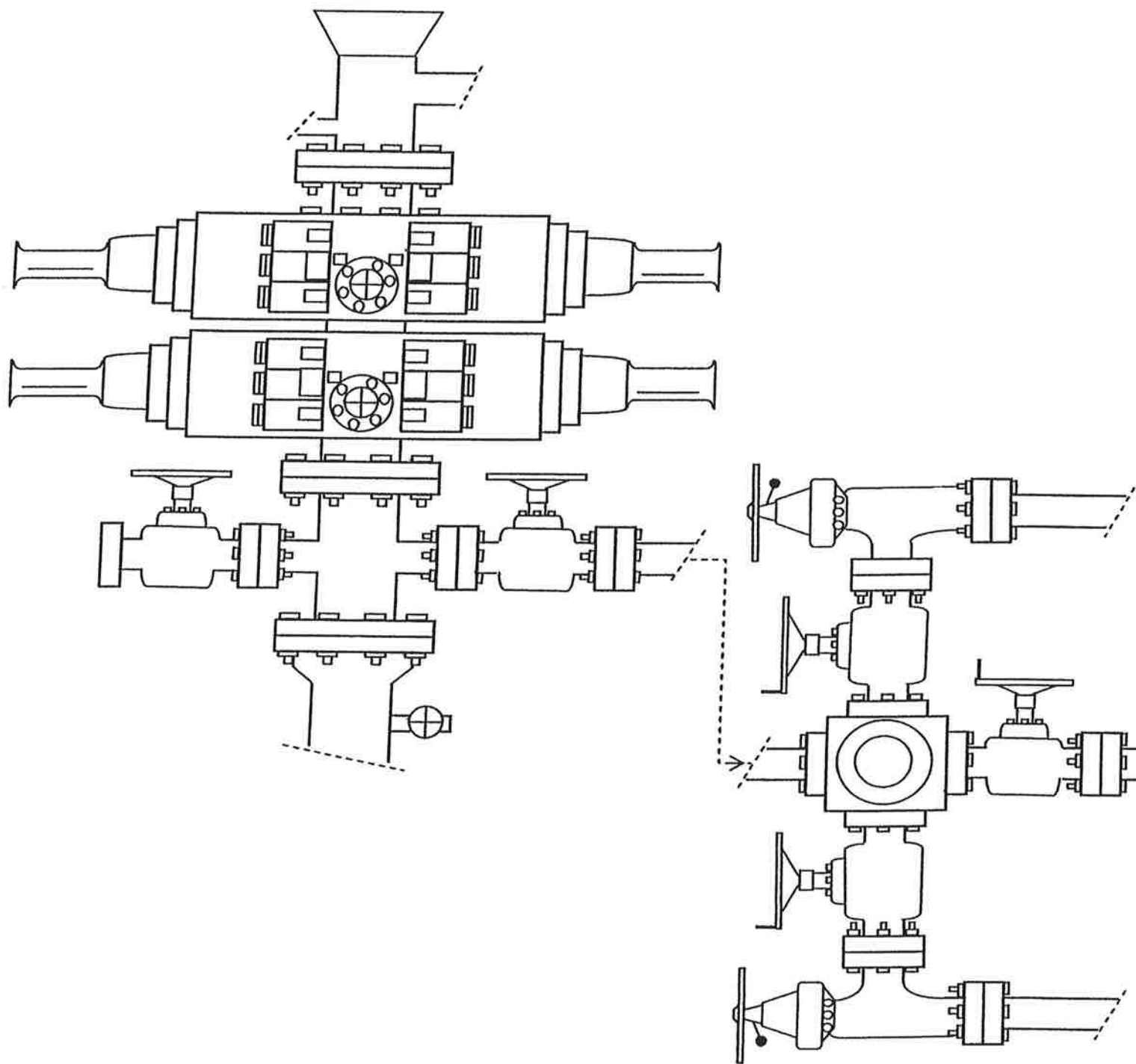
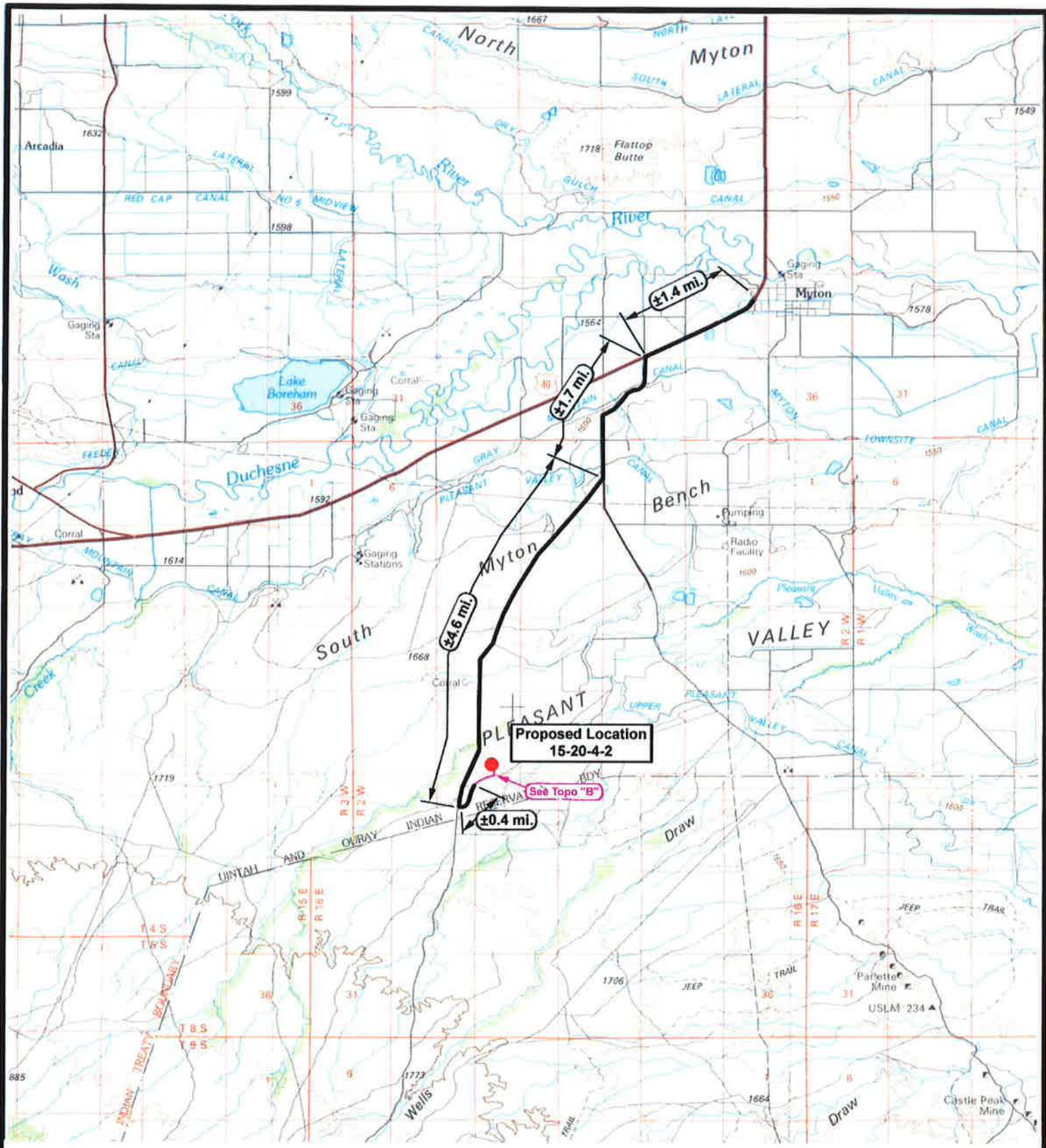



EXHIBIT C





NEWFIELD
Exploration Company


15-20-4-2
SEC. 20, T4S, R2W, U.S.B.&M.




Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1:100,000
DRAWN BY: mw
DATE: 01-29-2010

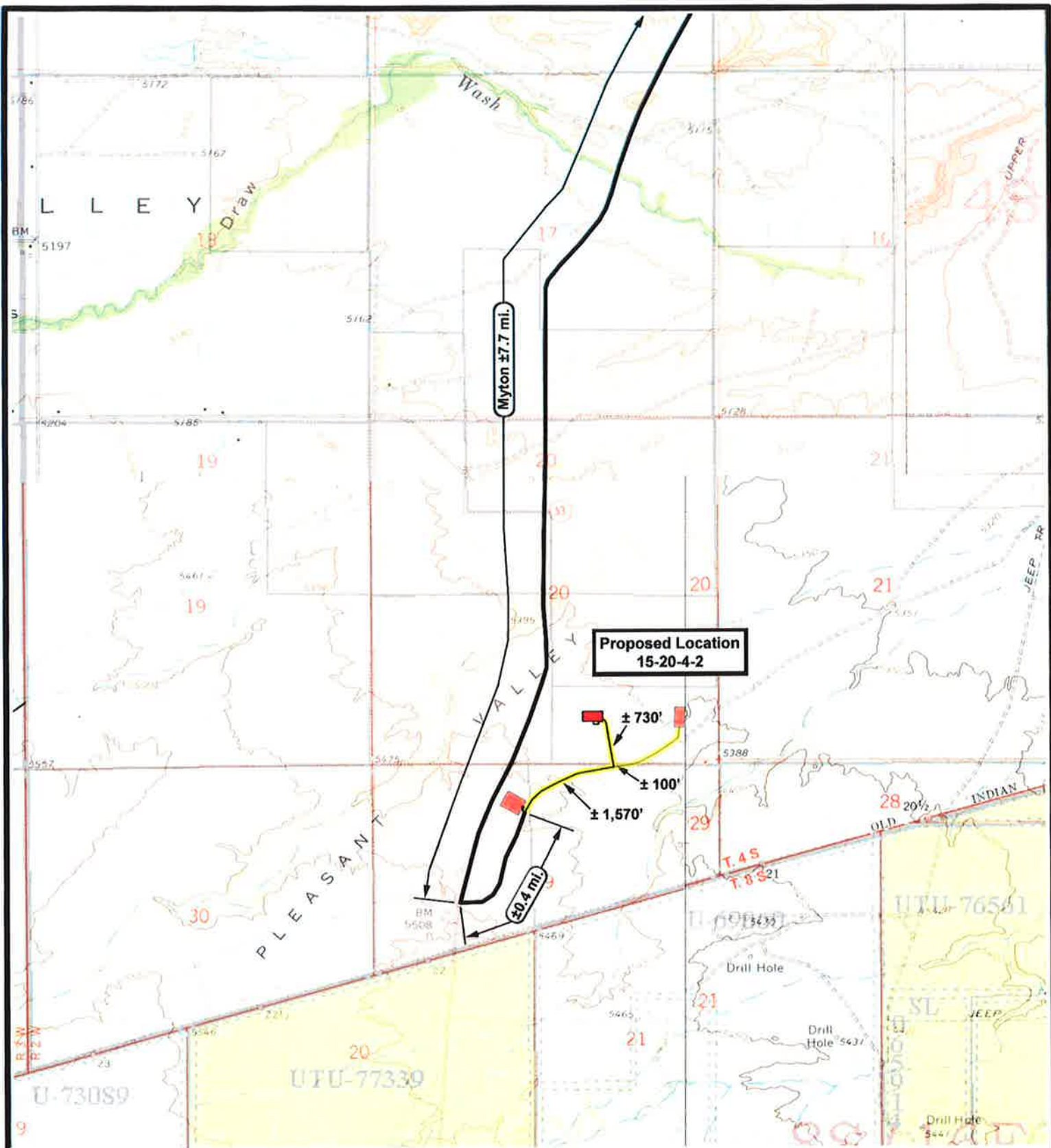
Legend

 Existing Road

 Proposed Access

TOPOGRAPHIC MAP

"A"



NEWFIELD
Exploration Company

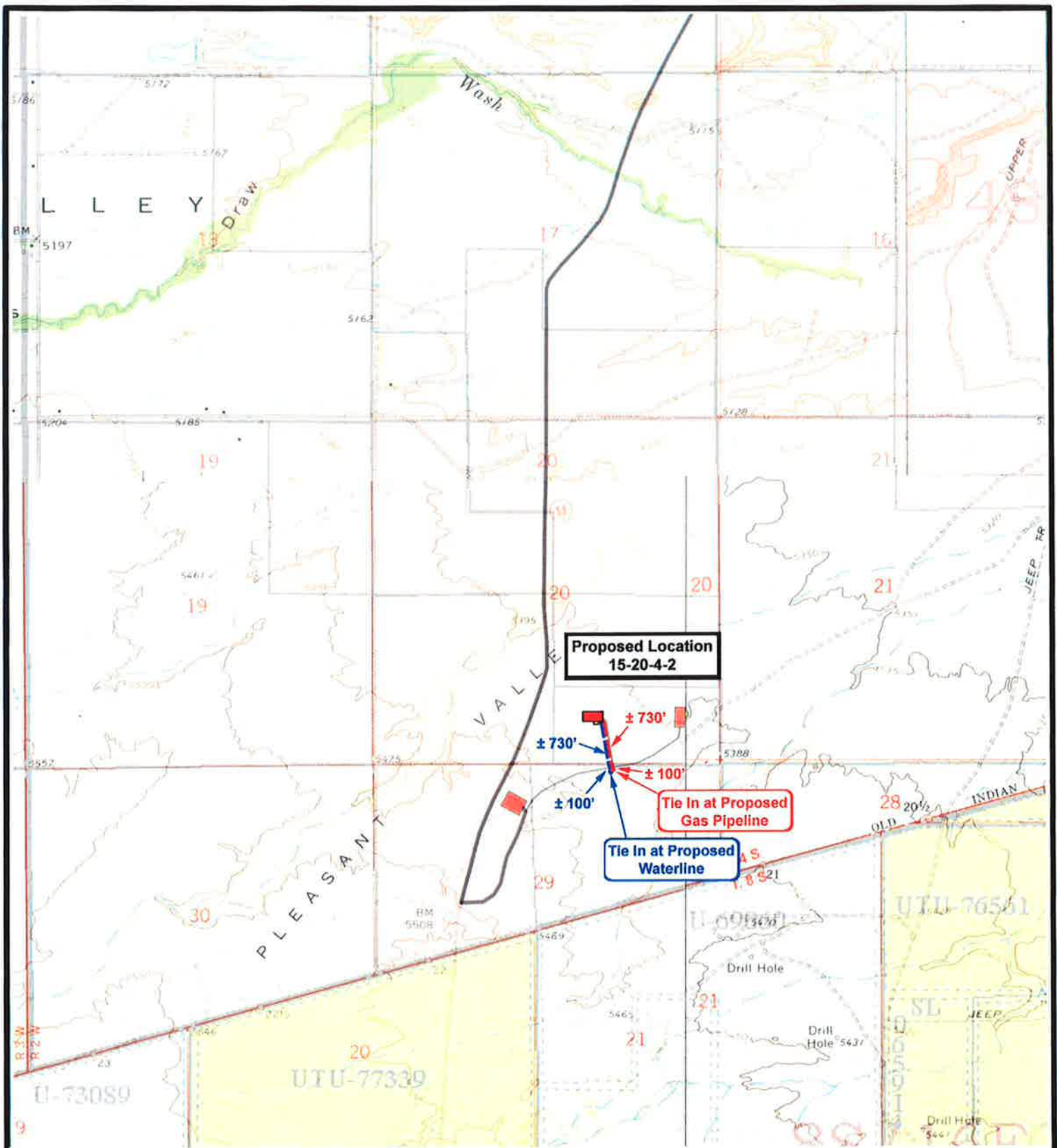
15-20-4-2
SEC. 20, T4S, R2W, U.S.B.&M.




Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 01-29-2010

| Legend | |
|------------------------|-----------------|
| | Existing Road |
| | Proposed Access |
| TOPOGRAPHIC MAP | |
| "B" | |





NEWFIELD
Exploration Company

15-20-4-2
SEC. 20, T4S, R2W, U.S.B.&M.



Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 01-29-2010

Legend

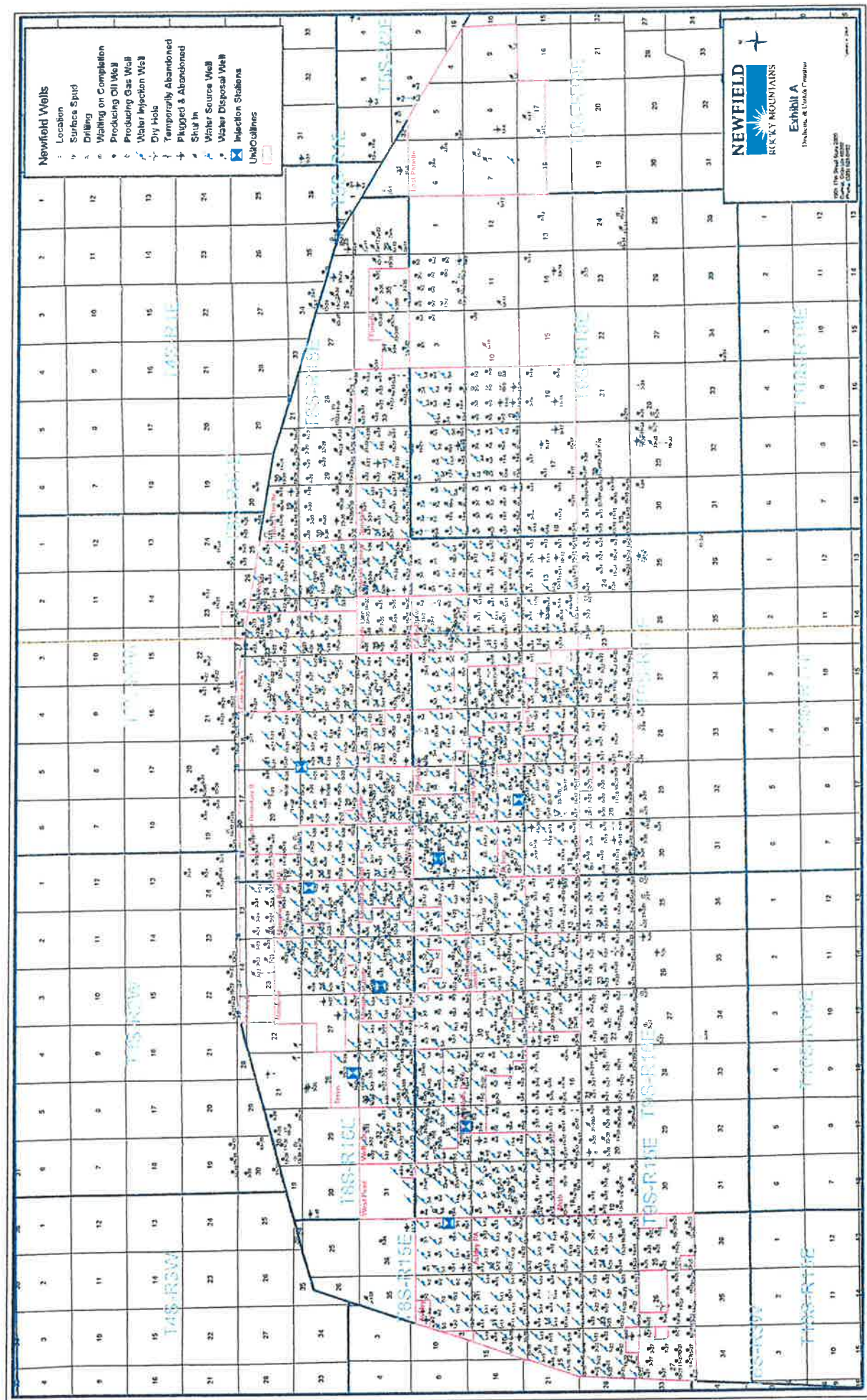
— Roads

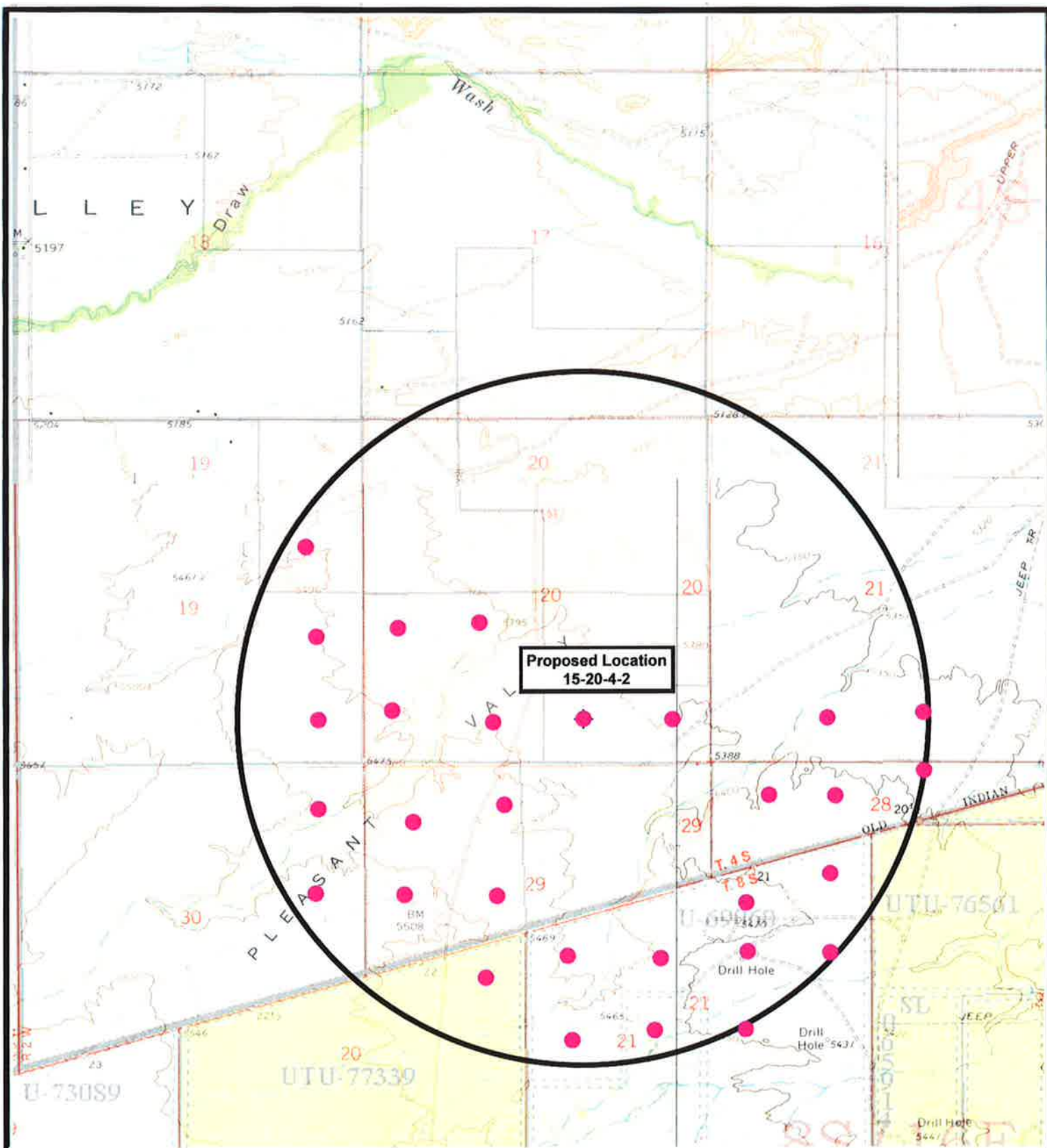
--- Proposed Gas Line

--- Proposed Water Line

TOPOGRAPHIC MAP

"C"





NEWFIELD
Exploration Company

15-20-4-2
SEC. 20, T4S, R2W, U.S.B.&M.



Tri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

SCALE: 1" = 2,000'
DRAWN BY: mw
DATE: 01-29-2010

Legend

- Location
- One-Mile Radius

Exhibit "B"

NEWFIELD PRODUCTION COMPANY
STEWART 15-20-4-2
SW/SE SECTION 20, T4S, R2W
DUCHESNE COUNTY, UTAH

THIRTEEN POINT SURFACE PROGRAM

1. **EXISTING ROADS**

See attached **Topographic Map “A”**

To reach Newfield Production Company well location site Stewart 15-20-4-2 located in the SW¼ SE¼ Section 20, T4S, R2W, S.L.B. & M., Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 approximately 1.4 miles \pm to the junction of this highway and UT State Hwy 53; proceed southwesterly approximately 6.3 miles \pm to it's junction with an existing road to the northeast; proceed northeasterly approximately 0.4 miles to it's junction with the beginning of the proposed access road to the northeast; proceed northeasterly along the proposed access road approximately 1670'; turn and proceed northerly along the proposed access road approximately 730' to the proposed well location.

The highways mentioned in the foregoing paragraph are bituminous surfaced roads to the point where Highway 216 exists to the South, thereafter the roads are constructed with existing materials and gravel. The highways are maintained by Utah State road crews. All other roads are maintained by County crews.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal.

2. **PLANNED ACCESS ROAD**

Approximately 2,400' of access road is proposed. See attached **Topographic Map “B”**.

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. **LOCATION OF EXISTING WELLS**

Refer to **EXHIBIT B**.

4. **LOCATION OF EXISTING AND/OR PROPOSED FACILITIES**

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation.

5. **LOCATION AND TYPE OF WATER SUPPLY**

Newfield Production will transport water by truck for drilling purposes from the following water sources:

Johnson Water District
Water Right: 43-7478

Neil Moon Pond
Water Right: 43-11787

Maurice Harvey Pond
Water Right: 47-1358

Newfield Collector Well
Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site

6. **SOURCE OF CONSTRUCTION MATERIALS**

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

7. **METHODS FOR HANDLING WASTE DISPOSAL**

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous

will be placed in this pit. A 16 mil liner with felt will be required. Newfield requests approval that a flare pit be constructed and utilized on this location.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

8. **ANCILLARY FACILITIES:**

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. **WELL SITE LAYOUT:**

See attached Location Layout Sheet.

Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.
- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

10. **PLANS FOR RESTORATION OF SURFACE:**

a) **Producing Location**

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

b) **Dry Hole Abandoned Location**

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. **SURFACE OWNERSHIP:** Deep Creek Investments etal.
See attached Memorandum of Surface Use Agreement and Easement ROW.

12. **OTHER ADDITIONAL INFORMATION:**

Newfield Production Company requests 830' of disturbed area be granted for construction of the proposed gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."**

Newfield Production Company requests 830' of disturbed area be granted to allow for construction of the proposed water lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line and 30' wide upon completion of the proposed water lines. Both proposed lines will tie in to the existing pipeline infrastructure. **Refer to Topographic Map "C."** In the event that the proposed well is converted to a water injection well, a separate injection permit will be applied for through the proper agencies.

- a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.
- c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

The Archaeological and Paleontological Report Waiver is attached.

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations, Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Newfield Production Company guarantees that during the drilling and completion of the Stewart 15-20-4-2, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the Stewart 15-20-4-2 Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

The State office shall be notified upon site completion prior to moving on the drilling rig.

13. **LESSEE'S OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:**

Representative

Name: Tim Eaton
Address: Newfield Production Company
Route 3, Box 3630
Myton, UT 84052
Telephone: (435) 646-3721

Certification

Please be advised that Newfield Production Company is considered to be the operator of well #15-20-4-2, SW/SE Section 20, T4S, R2W, Duchesne County, Utah and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Bond #B001834.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of the 18 U.S.C. 1001 for the filing of a false statement.

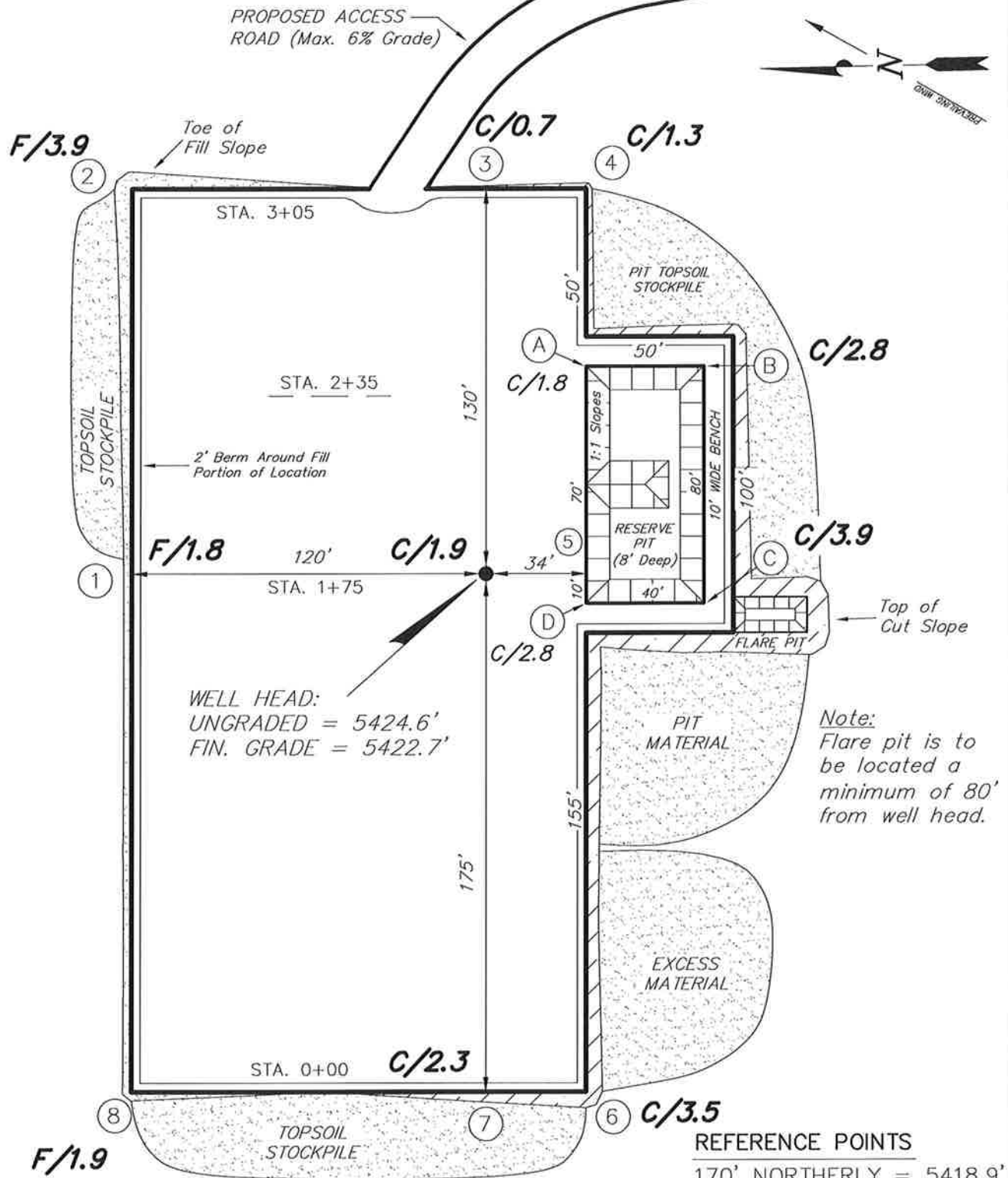
4/7/10
Date


Mandie Crozier
Regulatory Specialist
Newfield Production Company

NEWFIELD PRODUCTION COMPANY

15-20-4-2

Section 20, T4S, R2W, U.S.B.&M.



REFERENCE POINTS

170' NORTHERLY = 5418.9'
 220' NORTHERLY = 5416.8'
 225' WESTERLY = 5425.1'
 275' WESTERLY = 5424.3'

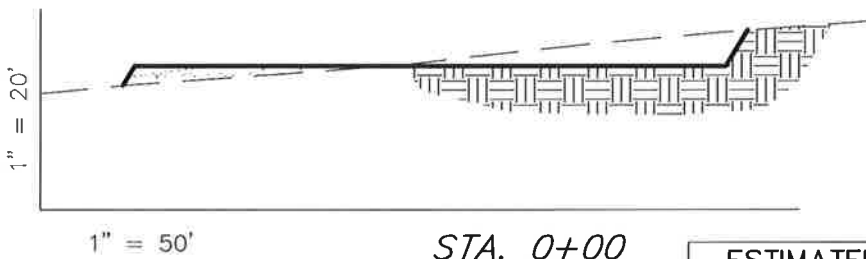
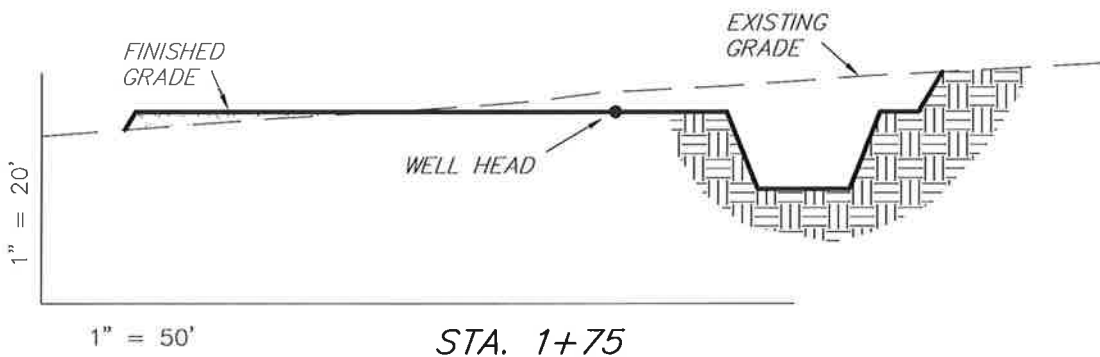
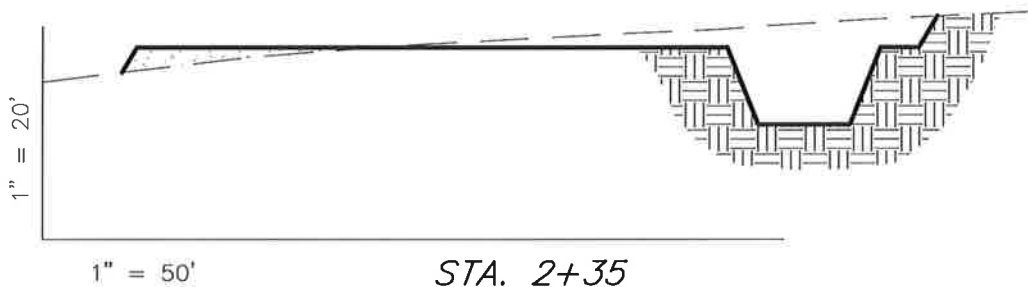
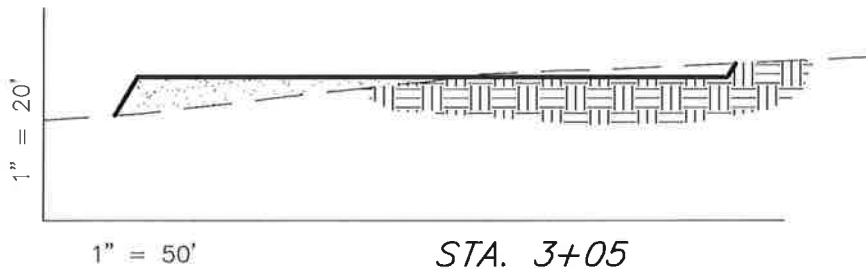
| | |
|-------------------|-------------------------|
| SURVEYED BY: C.M. | DATE SURVEYED: 01-23-10 |
| DRAWN BY: F.T.M. | DATE DRAWN: 01-28-10 |
| SCALE: 1" = 50' | REVISED: |

Tri State (435) 781-2501
 Land Surveying, Inc.
 180 NORTH VERNAL AVE. VERNAL, UTAH 84078

NEWFIELD PRODUCTION COMPANY

CROSS SECTIONS

15-20-4-2



NOTE:
UNLESS OTHERWISE
NOTED ALL CUT/FILL
SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)

| ITEM | CUT | FILL | 6" TOPSOIL | EXCESS |
|--------|-------|-------|------------------------------------------|--------|
| PAD | 1,380 | 1,370 | Topsoil is not included in Pad Cut | 10 |
| PIT | 640 | 0 | | 640 |
| TOTALS | 2,020 | 1,370 | 1,040 | 650 |

SURVEYED BY: C.M.

DATE SURVEYED: 01-23-10

DRAWN BY: F.T.M.

DATE DRAWN: 01-28-10

SCALE: 1" = 50'

REVISED:

Tri State
Land Surveying, Inc.

(435) 781-2501

180 NORTH VERNAL AVE. VERNAL, UTAH 84078

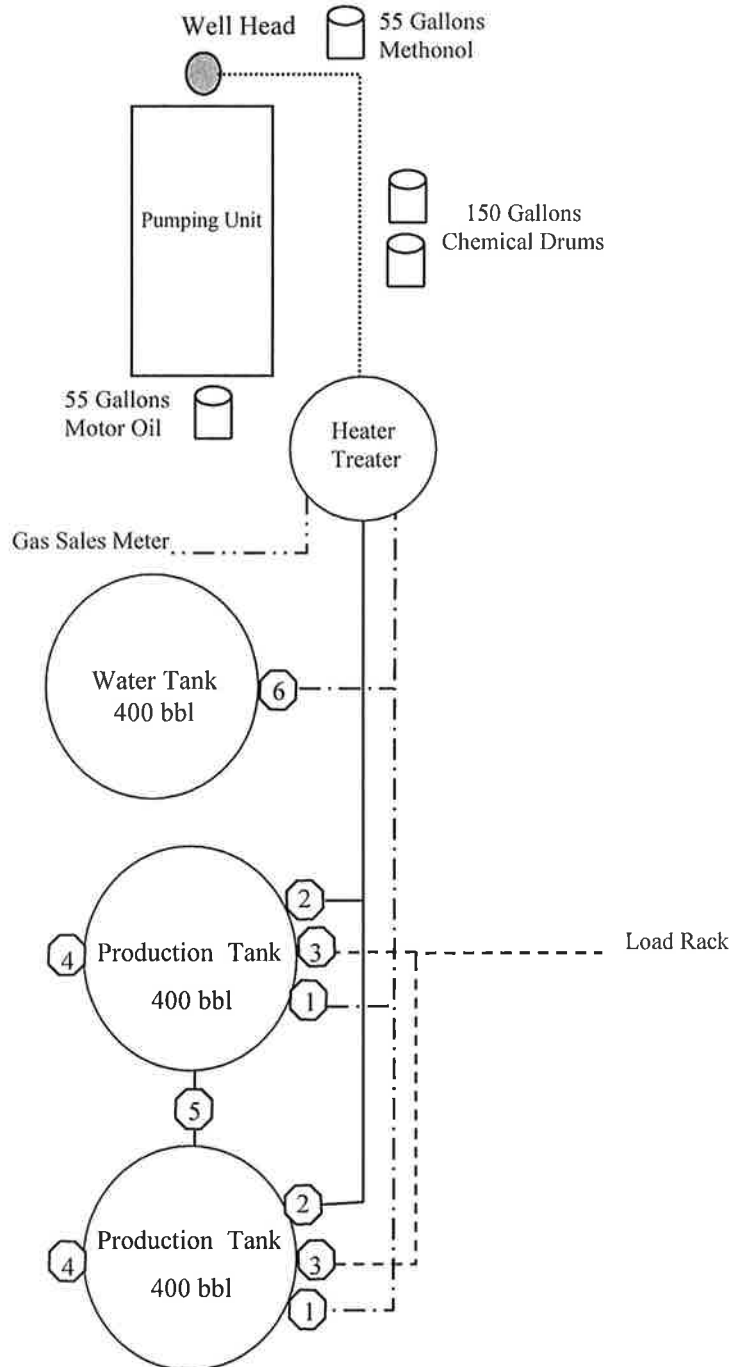
Newfield Production Company Proposed Site Facility Diagram

Stewart 15-20-4-2

SW/SE Sec. 20, T4S, R2W

Duchesne County, Utah

FEE



Legend

| | |
|---------------|-------------|
| Emulsion Line | |
| Load Rack | ----- |
| Water Line | - . - . - . |
| Gas Sales | - |
| Oil Line | ————— |

Production Phase:

- 1) Valves 1, 3, and 4 sealed closed
- 2) Valves 2, 5, and 6 sealed open

Sales Phase:

- 1) Valves 1, 2, 4, 5, and 6 sealed closed
- 2) Valve 3 open

Draining Phase:

- 1) Valves 1 and 6 open

Diked Section



EXHIBIT D


Township 4 South, Range 2 West
Section 20: SWSE, SESE

Duchesne County, Utah


ARCHAEOLOGICAL & PALEOTOLOGICAL REPORT WAIVER

For the above referenced locations; Deep Creek Investments etal, Lee M. Smith, General Manager the Private Surface Owner whose address is 2400 Sunnyside Avenue, Salt Lake City, UT 84108. (Having a Surface Owner Agreement with Newfield Production Company)

Lee M. Smith, representing this entity does agree to waive the request from the State of Utah and Bureau of Land Management for an Archaeological/Cultural and Paleotological Resource Survey for any wells covered by the Surface Use Agreement dated 3/23/2010 between the above said private land owner and Newfield Production. This waiver hereby releases Newfield Production Company from this request.



Lee M. Smith, General Manager Date
Deep Creek Investments, etal



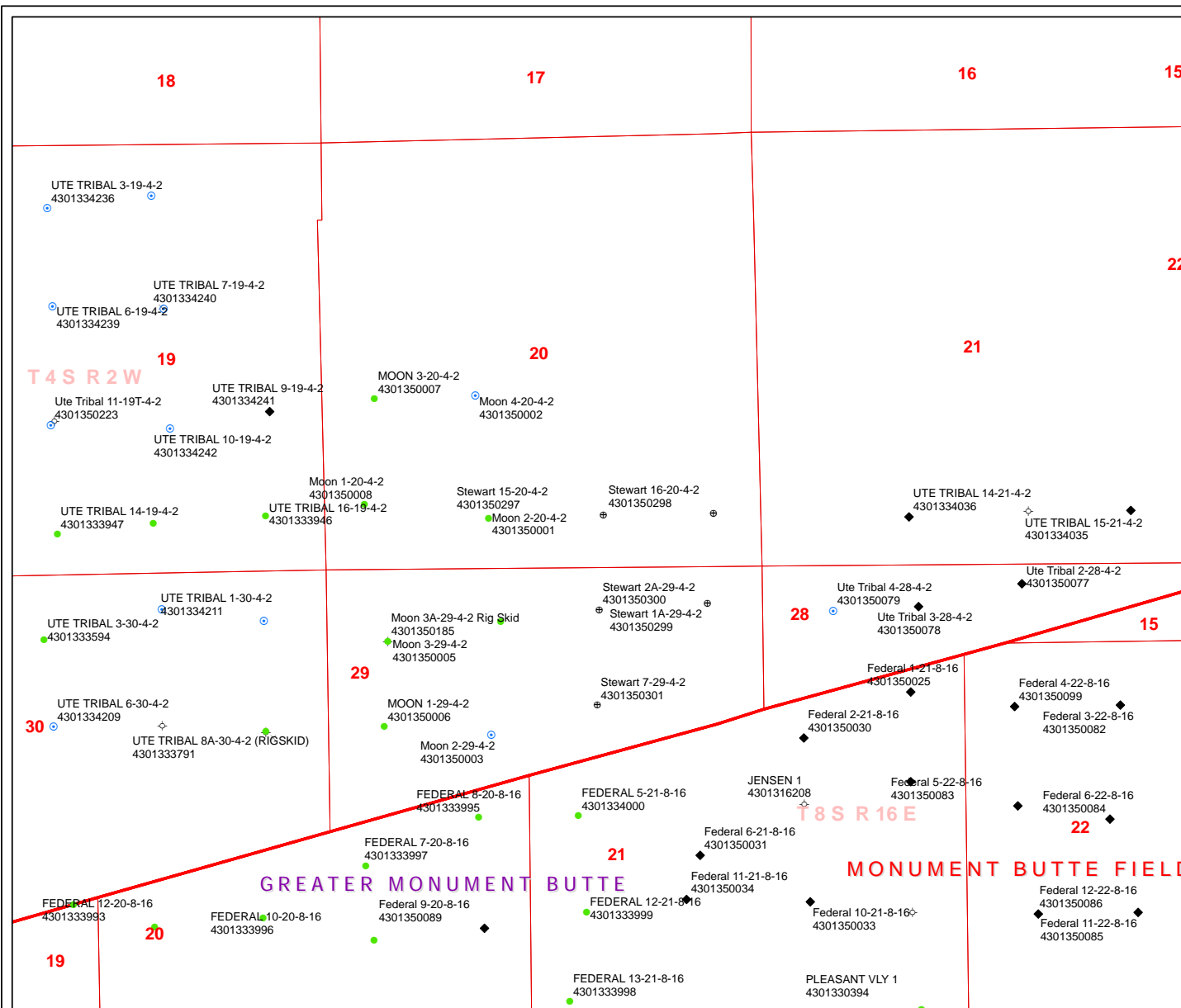
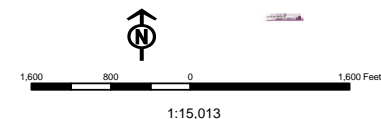
Brad Meacham Date
Newfield Production Company

3-29-2010

API Number: 4301350297
Well Name: Stewart 15-20-4-2
Township 04.0 S Range 02.0 W Section 20
Meridian: UBM
 Operator: NEWFIELD PRODUCTION COMPANY

Map Prepared:
 Map Produced by Diana Mason

- | | |
|---------------------|-------------------------------------|
| Units STATUS | Wells Query |
| ACTIVE | ✕ <all other values> |
| EXPLORATORY | APD - Approved Permit |
| GAS STORAGE | DRIL - Spudded (Drilling Commenced) |
| NF PP OIL | GIW - Gas Injection |
| NF SECONDARY | GS - Gas Storage |
| PI OIL | LA - Location Abandoned |
| PP GAS | LOC - New Location |
| PP GEOTHERMAL | OPS - Operation Suspended |
| PP OIL | PA - Plugged Abandoned |
| SECONDARY | PGW - Producing Gas Well |
| TERMINATED | POW - Producing Oil Well |
| Fields | RET - Returned APD |
| Sections | SGW - Shut-in Gas Well |
| Township | SOW - Shut-in Oil Well |
| | TA - Temp. Abandoned |
| | TW - Test Well |
| | WDW - Water Disposal |
| | WW - Water Injection Well |
| | WSW - Water Supply Well |



| | | | | |
|------------------------------------------|--------------------------------------------------------------|-------|--|--|
| Well Name | NEWFIELD PRODUCTION COMPANY Stewart 15-20-4-2 43013502970000 | | | |
| String | Surf | Prod | | |
| Casing Size(in) | 8.625 | 5.500 | | |
| Setting Depth (TVD) | 400 | 6965 | | |
| Previous Shoe Setting Depth (TVD) | 0 | 400 | | |
| Max Mud Weight (ppg) | 8.4 | 8.4 | | |
| BOPE Proposed (psi) | 500 | 2000 | | |
| Casing Internal Yield (psi) | 2950 | 4810 | | |
| Operators Max Anticipated Pressure (psi) | 3016 | 8.3 | | |

| | | | |
|-----------------------------------------------|----------------------------------------------------|-------|---------------------------------------------------------|
| Calculations | Surf String | 8.625 | " |
| Max BHP (psi) | .052*Setting Depth*MW= | 175 | |
| | | | BOPE Adequate For Drilling And Setting Casing at Depth? |
| MASP (Gas) (psi) | Max BHP-(0.12*Setting Depth)= | 127 | YES air drill |
| MASP (Gas/Mud) (psi) | Max BHP-(0.22*Setting Depth)= | 87 | YES OK |
| | | | *Can Full Expected Pressure Be Held At Previous Shoe? |
| Pressure At Previous Shoe | Max BHP-.22*(Setting Depth - Previous Shoe Depth)= | 87 | NO OK |
| Required Casing/BOPE Test Pressure= | | 400 | psi |
| *Max Pressure Allowed @ Previous Casing Shoe= | | 0 | psi *Assumes 1psi/ft frac gradient |

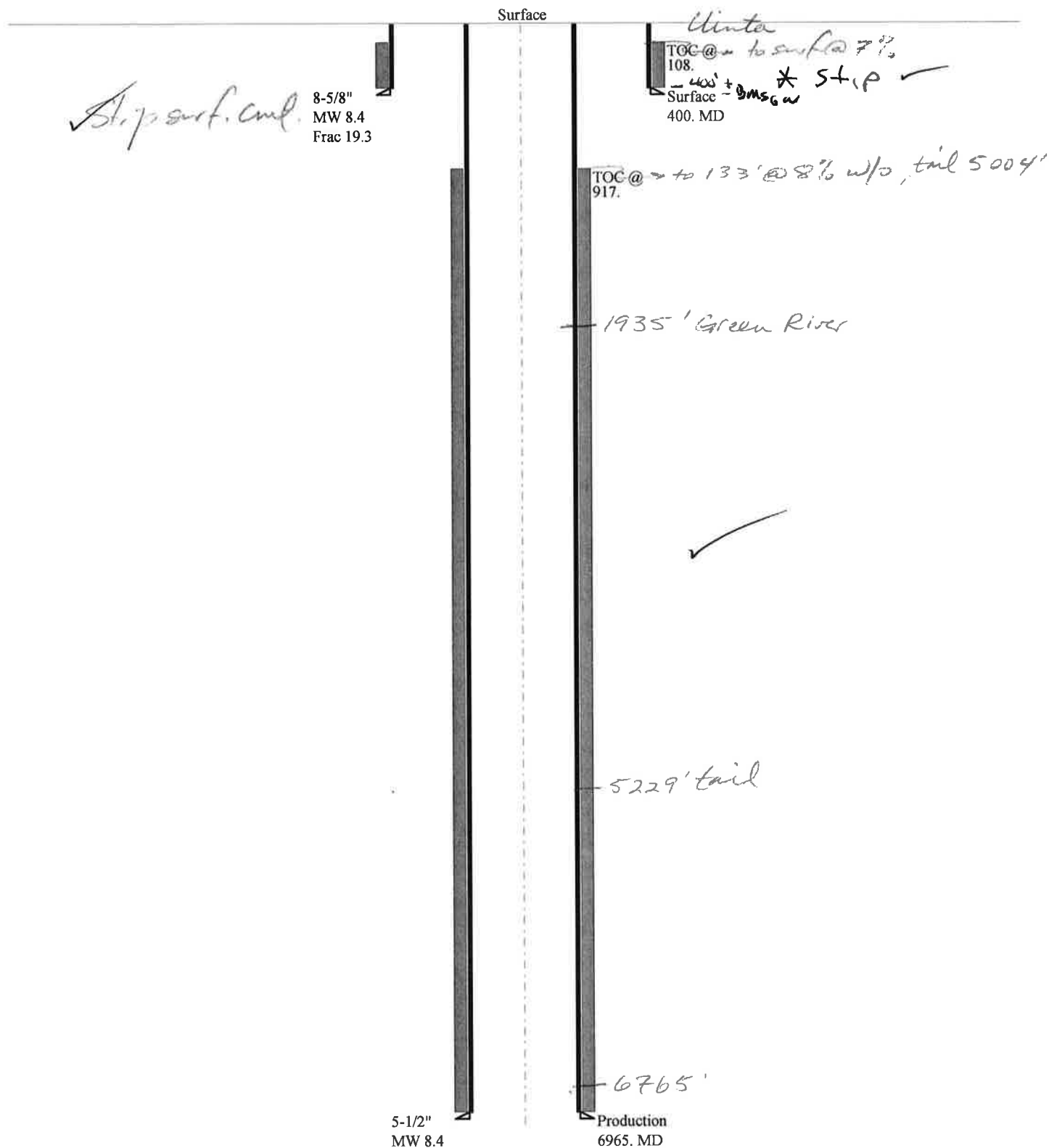
| | | | |
|-----------------------------------------------|----------------------------------------------------|-------|---------------------------------------------------------|
| Calculations | Prod String | 5.500 | " |
| Max BHP (psi) | .052*Setting Depth*MW= | 3042 | |
| | | | BOPE Adequate For Drilling And Setting Casing at Depth? |
| MASP (Gas) (psi) | Max BHP-(0.12*Setting Depth)= | 2206 | NO |
| MASP (Gas/Mud) (psi) | Max BHP-(0.22*Setting Depth)= | 1510 | YES OK |
| | | | *Can Full Expected Pressure Be Held At Previous Shoe? |
| Pressure At Previous Shoe | Max BHP-.22*(Setting Depth - Previous Shoe Depth)= | 1598 | NO Reasonable for area |
| Required Casing/BOPE Test Pressure= | | 2000 | psi |
| *Max Pressure Allowed @ Previous Casing Shoe= | | 400 | psi *Assumes 1psi/ft frac gradient |

| | | | |
|-----------------------------------------------|----------------------------------------------------|--|---------------------------------------------------------|
| Calculations | String | | " |
| Max BHP (psi) | .052*Setting Depth*MW= | | |
| | | | BOPE Adequate For Drilling And Setting Casing at Depth? |
| MASP (Gas) (psi) | Max BHP-(0.12*Setting Depth)= | | NO |
| MASP (Gas/Mud) (psi) | Max BHP-(0.22*Setting Depth)= | | NO |
| | | | *Can Full Expected Pressure Be Held At Previous Shoe? |
| Pressure At Previous Shoe | Max BHP-.22*(Setting Depth - Previous Shoe Depth)= | | NO |
| Required Casing/BOPE Test Pressure= | | | psi |
| *Max Pressure Allowed @ Previous Casing Shoe= | | | psi *Assumes 1psi/ft frac gradient |

| | | | |
|-----------------------------------------------|----------------------------------------------------|--|---------------------------------------------------------|
| Calculations | String | | " |
| Max BHP (psi) | .052*Setting Depth*MW= | | |
| | | | BOPE Adequate For Drilling And Setting Casing at Depth? |
| MASP (Gas) (psi) | Max BHP-(0.12*Setting Depth)= | | NO |
| MASP (Gas/Mud) (psi) | Max BHP-(0.22*Setting Depth)= | | NO |
| | | | *Can Full Expected Pressure Be Held At Previous Shoe? |
| Pressure At Previous Shoe | Max BHP-.22*(Setting Depth - Previous Shoe Depth)= | | NO |
| Required Casing/BOPE Test Pressure= | | | psi |
| *Max Pressure Allowed @ Previous Casing Shoe= | | | psi *Assumes 1psi/ft frac gradient |

43013502970000 Stewart 15-20-4-2

Casing Schematic



| | | | |
|--------------|-----------------------------------------|-------------|--------------|
| Well name: | 43013502970000 Stewart 15-20-4-2 | | |
| Operator: | NEWFIELD PRODUCTION COMPANY | | |
| String type: | Surface | Project ID: | 43-013-50297 |
| Location: | DUCHESNE COUNTY | | |

Design parameters:
Collapse

Mud weight: 8.400 ppg
Design is based on evacuated pipe.

Minimum design factors:
Collapse:

Design factor 1.125

Burst:

Design factor 1.00

Environment:

H2S considered? No
Surface temperature: 74 °F
Bottom hole temperature: 80 °F
Temperature gradient: 1.40 °F/100ft
Minimum section length: 100 ft

Cement top: 108 ft

Burst

Max anticipated surface pressure: 352 psi
Internal gradient: 0.120 psi/ft
Calculated BHP 400 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J)
8 Round LTC: 1.70 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.50 (B)

Tension is based on air weight.
Neutral point: 350 ft

Non-directional string.
Re subsequent strings:

Next setting depth: 6,965 ft
Next mud weight: 8.400 ppg
Next setting BHP: 3,039 psi
Fracture mud wt: 19.250 ppg
Fracture depth: 400 ft
Injection pressure: 400 psi

| Run Seq | Segment Length (ft) | Size (in) | Nominal Weight (lbs/ft) | Grade | End Finish | True Vert Depth (ft) | Measured Depth (ft) | Drift Diameter (in) | Est. Cost (\$) |
|---------|---------------------|-------------------------|-------------------------|------------------|----------------------|----------------------|---------------------|-------------------------|-----------------------|
| 1 | 400 | 8.625 | 24.00 | J-55 | ST&C | 400 | 400 | 7.972 | 2059 |
| Run Seq | Collapse Load (psi) | Collapse Strength (psi) | Collapse Design Factor | Burst Load (psi) | Burst Strength (psi) | Burst Design Factor | Tension Load (kips) | Tension Strength (kips) | Tension Design Factor |
| 1 | 175 | 1370 | 7.849 | 400 | 2950 | 7.37 | 9.6 | 244 | 25.42 J |

Prepared by: Helen Sadik-Macdonald
Div of Oil, Gas & Mining

Phone: 801 538-5357
FAX: 801-359-3940

Date: May 3, 2010
Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 400 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

| | | | |
|--------------|-----------------------------------------|-------------|--------------|
| Well name: | 43013502970000 Stewart 15-20-4-2 | | |
| Operator: | NEWFIELD PRODUCTION COMPANY | | |
| String type: | Production | Project ID: | 43-013-50297 |
| Location: | DUCHESNE COUNTY | | |

Design parameters:
Collapse

Mud weight: 8.400 ppg
Design is based on evacuated pipe.

Minimum design factors:
Collapse:

Design factor 1.125

Burst:

Design factor 1.00

Environment:

H2S considered? No
Surface temperature: 74 °F
Bottom hole temperature: 172 °F
Temperature gradient: 1.40 °F/100ft
Minimum section length: 100 ft

Cement top: 917 ft

Burst

Max anticipated surface pressure: 1,507 psi
Internal gradient: 0.220 psi/ft
Calculated BHP 3,039 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J)
8 Round LTC: 1.80 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.60 (B)

Non-directional string.

Tension is based on air weight.
Neutral point: 6,080 ft

| Run Seq | Segment Length (ft) | Size (in) | Nominal Weight (lbs/ft) | Grade | End Finish | True Vert Depth (ft) | Measured Depth (ft) | Drift Diameter (in) | Est. Cost (\$) |
|---------|---------------------|-------------------------|-------------------------|------------------|----------------------|----------------------|---------------------|-------------------------|-----------------------|
| 1 | 6965 | 5.5 | 15.50 | J-55 | LT&C | 6965 | 6965 | 4.825 | 24593 |
| Run Seq | Collapse Load (psi) | Collapse Strength (psi) | Collapse Design Factor | Burst Load (psi) | Burst Strength (psi) | Burst Design Factor | Tension Load (kips) | Tension Strength (kips) | Tension Design Factor |
| 1 | 3039 | 4040 | 1.329 | 3039 | 4810 | 1.58 | 108 | 217 | 2.01 J |

Prepared by: Helen Sadik-Macdonald
Div of Oil, Gas & Mining

Phone: 801 538-5357
FAX: 801-359-3940

Date: May 3, 2010
Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 6965 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

ON-SITE PREDRILL EVALUATION**Utah Division of Oil, Gas and Mining**

| | | | | | |
|--------------------------|-----------------------------|----------------------|-----------------------------|-------------------|---------------------------------------------|
| Operator | NEWFIELD PRODUCTION COMPANY | | | | |
| Well Name | Stewart 15-20-4-2 | | | | |
| API Number | 43013502970000 | APD No | 2545 | Field/Unit | UNDESIGNATED |
| Location: 1/4,1/4 | SWSE | Sec | 20 | Tw | 4.0S Rng 2.0W 663 FSL 1889 FEL |
| GPS Coord (UTM) | 574162 4440684 | Surface Owner | Deep Creek Investments etal | | |

Participants

Floyd Bartlett (DOGM), Tim Eaton (Newfield Production), Dustin Gardiner (Tri-State Land Surveying) and Alan Smith (Deep Creek Investments) Surface Owners.

Regional/Local Setting & Topography

The general area is approximately 8.5 road miles southwest of Myton, Duchesne County, UT in the middle Pleasant Valley Wash area. Pleasant Valley Wash is an ephemeral drainage, which joins the Pariette Draw drainage. The drainage shows no signs of recent significant flows. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 11 miles downstream from the location. The area is above the agricultural lands of Pleasant Valley. Broad flats intersected by swales with gentle to moderate side slopes characterize topography. Access is by State and County and existing or planned oil field development roads. Approximately 730 of new construction extending across private land will be required to reach the location.

The proposed Stewart 15-20-4-2 oil well location is oriented in a west to east direction on a relatively flat area which has a slight slope to the north. Minor excavation will be moved from the south in a northerly direction to construct the pad. No drainages intersect the location and no diversions will be needed. No springs, streams, seeps or ponds are known to exist in the immediate area. The selected site appears to be a good location for constructing a pad, drilling and operating a well.

Deep Creek Investments own both the surface and minerals for the site. Mr. Alan Smith represented Deep Creek Investments at the pre-site visit and had no concerns regarding the proposal. A signed landowner agreement exists.

Surface Use Plan**Current Surface Use**

Recreational
Wildlife Habitat

| | | | |
|---------------------------|------------------------------------|---------------------------|--------------------------|
| New Road Miles | Well Pad | Src Const Material | Surface Formation |
| 0.12 | Width 204 Length 305 | Onsite | UNTA |

Ancillary Facilities N

Waste Management Plan Adequate?**Environmental Parameters**

Affected Floodplains and/or Wetlands N

Flora / Fauna

Vegetation on the area is a desert shrub type. Vegetation includes halogeton, horsebrush, rabbit brush, mustard, broom snakeweed, cheatgrass, Indian ricegrass, globe mallow, shadscale, curly mesquite, rabbit brush, squirrel tail, winter fat and spring annuals.

Antelope, deer, prairie dogs, small mammals and birds.

Soil Type and Characteristics

Deep shaley sandy loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required? N

Berm Required? Y

Erosion Sedimentation Control Required? Y

Paleo Survey Run? N **Paleo Potential Observed?** N **Cultural Survey Run?** N **Cultural Resources?**

Reserve Pit

Site-Specific Factors

Site Ranking

| | | |
|------------------------------------------|------------------|---------------------|
| Distance to Groundwater (feet) | 100 to 200 | 5 |
| Distance to Surface Water (feet) | >1000 | 0 |
| Dist. Nearest Municipal Well (ft) | >5280 | 0 |
| Distance to Other Wells (feet) | >1320 | 0 |
| Native Soil Type | Mod permeability | 10 |
| Fluid Type | Fresh Water | 5 |
| Drill Cuttings | Normal Rock | 0 |
| Annual Precipitation (inches) | | 0 |
| Affected Populations | | |
| Presence Nearby Utility Conduits | Not Present | 0 |
| Final Score | | 20 |
| | | 1 Sensitivity Level |

Characteristics / Requirements

A reserve pit 40' x 80' x 8' deep will be dug in the southeast corner of the location. A 10' outer bench is provided. The pit will be lined with a 16-mil liner and a sub-liner to cushion the liner as needed.

Closed Loop Mud Required? N **Liner Required?** Y **Liner Thickness** 16 **Pit Underlayment Required?** Y

Other Observations / Comments

ATV's were used to access the site.

Floyd Bartlett
Evaluator

4/13/2010
Date / Time

Application for Permit to Drill

Statement of Basis

5/10/2010

Utah Division of Oil, Gas and Mining

Page 1

| | | | | | |
|------------------|-------------------------------------------------------------------|---------------|--------------------------|-----------------------------|------------|
| APD No | API WellNo | Status | Well Type | Surf Owner | CBM |
| 2545 | 43013502970000 | LOCKED | OW | P | No |
| Operator | NEWFIELD PRODUCTION COMPANY | | Surface Owner-APD | Deep Creek Investments etal | |
| Well Name | Stewart 15-20-4-2 | | Unit | | |
| Field | UNDESIGNATED | | Type of Work | DRILL | |
| Location | SWSE 20 4S 2W U 663 FSL 1889 FEL GPS Coord (UTM) 574152E 4440676N | | | | |

Geologic Statement of Basis

Newfield proposes to set 400' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 400'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 20. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. The proposed casing and cement should adequately protect ground water in this area.

Brad Hill
APD Evaluator

4/27/2010
Date / Time

Surface Statement of Basis

The general area is approximately 8.5 road miles southwest of Myton, Duchesne County, UT in the middle Pleasant Valley Wash area. Pleasant Valley Wash is an ephemeral drainage, which joins the Pariette Draw drainage. The drainage shows no signs of recent significant flows. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 11 miles downstream from the location. The area is above the agricultural lands of Pleasant Valley. Broad flats intersected by swales with gentle to moderate side slopes characterize topography. Access is by State and County and existing or planned oil field development roads. Approximately 730 of new construction extending across private land will be required to reach the location.

The proposed Stewart 15-20-4-2 oil well location is oriented in a west to east direction on a relatively flat area which has a slight slope to the north. Minor excavation will be moved from the south in a northerly direction to construct the pad. No drainages intersect the location and no diversions will be needed. No springs, streams, seeps or ponds are known to exist in the immediate area. The selected site appears to be a good location for constructing a pad, drilling and operating a well.

Deep Creek Investments own both the surface and minerals for the site. Mr. Alan Smith represented Deep Creek Investments at the pre-site visit and had no concerns regarding the proposal. A signed landowner agreement exists.

Floyd Bartlett
Onsite Evaluator

4/13/2010
Date / Time

Conditions of Approval / Application for Permit to Drill

| | |
|-----------------|-------------------------------------------------------------------------------------------------------------------------------------------|
| Category | Condition |
| Pits | A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the reserve pit. |
| Surface | The well site shall be bermed to prevent fluids from leaving the pad. |
| Surface | The reserve pit shall be fenced upon completion of drilling operations. |

WORKSHEET

APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 4/7/2010

API NO. ASSIGNED: 43013502970000

WELL NAME: Stewart 15-20-4-2

OPERATOR: NEWFIELD PRODUCTION COMPANY (N2695)

PHONE NUMBER: 435 646-4825

CONTACT: Mandie Crozier

PROPOSED LOCATION: SWSE 20 040S 020W

Permit Tech Review: ☒

SURFACE: 0663 FSL 1889 FEL

Engineering Review: ☒

BOTTOM: 0663 FSL 1889 FEL

Geology Review: ☒

COUNTY: DUCHESNE

LATITUDE: 40.11502

LONGITUDE: -110.12987

UTM SURF EASTINGS: 574152.00

NORTHINGS: 4440676.00

FIELD NAME: UNDESIGNATED

LEASE TYPE: 4 - Fee

LEASE NUMBER: Fee

PROPOSED PRODUCING FORMATION(S): GREEN RIVER

SURFACE OWNER: 4 - Fee

COALBED METHANE: NO

RECEIVED AND/OR REVIEWED:

☒ **PLAT**

☒ **Bond:** STATE/FEE - B001834

☐ **Potash**

☐ **Oil Shale 190-5**

☐ **Oil Shale 190-3**

☐ **Oil Shale 190-13**

☒ **Water Permit:** 43-7478

☐ **RDCC Review:**

☒ **Fee Surface Agreement**

☐ **Intent to Commingle**

Commingle Approved

LOCATION AND SITING:

☐ **R649-2-3.**

Unit:

☐ **R649-3-2. General**

☐ **R649-3-3. Exception**

☒ **Drilling Unit**

Board Cause No: Cause 266-01

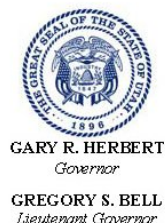
Effective Date: 5/5/2009

Siting: 460' Fr Drl U Bdry & 920' Fr Other Wells

☐ **R649-3-11. Directional Drill**

Comments: Presite Completed

Stipulations: 5 - Statement of Basis - bhill
25 - Surface Casing - hmacdonald



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: Stewart 15-20-4-2
API Well Number: 43013502970000
Lease Number: Fee
Surface Owner: FEE (PRIVATE)
Approval Date: 5/12/2010

Issued to:

NEWFIELD PRODUCTION COMPANY , Rt 3 Box 3630 , Myton, UT 84052

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 266-01. The expected producing formation or pool is the GREEN RIVER Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

Additional Approvals:

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan – contact Dustin Doucet
- Significant plug back of the well – contact Dustin Doucet
- Plug and abandonment of the well – contact Dustin Doucet

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well – contact Carol Daniels
- OR

submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at <https://oilgas.ogm.utah.gov>

- 24 hours prior to testing blowout prevention equipment - contact Dan Jarvis
- 24 hours prior to cementing or testing casing – contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program – contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well – contact Dan Jarvis

Contact Information:

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

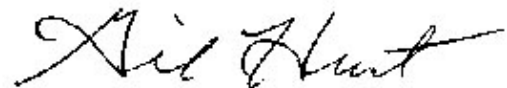
- Carol Daniels 801-538-5284 - office
- Dustin Doucet 801-538-5281 - office
801-733-0983 - after office hours
- Dan Jarvis 801-538-5338 - office
801-231-8956 - after office hours

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) – due within 5 days of spudding the well
- Monthly Status Report (Form 9) – due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) – due prior to implementation
- Written Notice of Emergency Changes (Form 9) – due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) – due prior to implementation
- Report of Water Encountered (Form 7) – due within 30 days after completion
- Well Completion Report (Form 8) – due within 30 days after completion or plugging

Approved By:



Gil Hunt
Associate Director, Oil & Gas

Spud

BLM - Vernal Field Office - Notification Form

Operator Newfield Exploration Rig Name/# Ross # 29 Submitted
By Ryan Crum Phone Number 823-7065
Well Name/Number Stewart 15-20-4-2
Qtr/Qtr SW/SE Section 20 Township 4s Range 2W
Lease Serial Number Fee
API Number 43-013502970000

Spud Notice – Spud is the initial spudding of the well, not drilling out below a casing string.

Date/Time 7/15/10 8:00 AM ☒ PM ☐

Casing – Please report time casing run starts, not cementing times.

- ☒ Surface Casing
- ☐ Intermediate Casing
- ☐ Production Casing
- ☐ Liner
- ☐ Other

Date/Time 7/15/10 3:00 AM ☐ PM ☒

BOPE

- ☐ Initial BOPE test at surface casing point
- ☐ BOPE test at intermediate casing point
- ☐ 30 day BOPE test
- ☐ Other

Date/Time _____ AM ☐ PM ☐

Remarks _____

STATE OF UTAH
DIVISION OF OIL, GAS AND MINING
ENTITY ACTION FORM -FORM 6

OPERATOR: NEWFIELD PRODUCTION COMPANY
ADDRESS: RT. 3 BOX 3630
MYTON, UT 84052

OPERATOR ACCT. NO. N2695

| ACTION CODE | CURRENT ENTITY NO. | NEW ENTITY NO. | API NUMBER | WELL NAME | WELL LOCATION | | | | | SPUD DATE | EFFECTIVE DATE |
|--------------------------|--------------------|----------------|------------|----------------------|---------------|----|----|----|----------|-----------|----------------|
| | | | | | QQ | SC | TP | RG | COUNTY | | |
| A | 99999 | 17703 | 4304751046 | UTE TRIBAL 11-2-4-1E | NESW | 2 | 4S | 1E | UINTAH | 7/14/2010 | 7/26/10 |
| WELL 1 COMMENTS: GRRV | | | | | | | | | | | |
| CONFIDENTIAL | | | | | | | | | | | |
| A | 99999 | 17704 | 4304751047 | UTE TRIBAL 11-3-4-1E | NESW | 3 | 4S | 1E | UINTAH | 7/13/2010 | 7/26/10 |
| GRRV | | | | | | | | | | | |
| CONFIDENTIAL | | | | | | | | | | | |
| A | 99999 | 17705 | 4301350297 | STEWART 15-20-4-2 | SWSE | 20 | 4S | 2W | DUCHESNE | 7/15/2010 | 7/26/10 |
| GRRV | | | | | | | | | | | |
| A | 99999 | 17706 | 4301350300 | STEWART 2A-29-4-2 | NWNE | 29 | 4S | 2W | DUCHESNE | 7/13/2010 | 7/26/10 |
| GRRV | | | | | | | | | | | |
| A | | | | | | | | | | | |
| WELL 5 COMMENTS: | | | | | | | | | | | |
| A | | | | | | | | | | | |
| WELL 5 COMMENTS: | | | | | | | | | | | |

ACTION CODES (See instructions on back of form)

- A - 1 new entity for new well (single well only)
- B - well to existing entity (group or unit well)
- C - from one existing entity to another existing entity
- D - well from one existing entity to a new entity
- E - ther (explain in comments section)

NOTE: Use COMMENT section to explain why each Action Code was selected.

RECEIVED

JUL 19 2010

DIV. OF OIL, GAS & MINING

Signature

Production Clerk

Jentri Park

07/19/10

Date

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

| | | |
|-----------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------|
| 1. TYPE OF WELL: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> | | 5. LEASE DESIGNATION AND SERIAL NUMBER: FEE |
| 2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |
| 3. ADDRESS OF OPERATOR: Route 3 Box 3630 CITY Myton STATE UT ZIP 84052 | | 7. UNIT or CA AGREEMENT NAME: |
| 4. LOCATION OF WELL: FOOTAGES AT SURFACE: | | 8. WELL NAME and NUMBER: STEWART 15-20-4-2 |
| OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: SWSE, 20, T4S, R2W | | 9. API NUMBER: 4301350297 |
| | | 10. FIELD AND POOL, OR WILDCAT: MYTON-TRIBAL EDA |
| | | COUNTY: DUCHESNE |
| | | STATE: UT |

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | |
|------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|-----------------------------------------------------------|----------------------------------------------------------|
| <input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will _____ | <input type="checkbox"/> ACIDIZE | <input type="checkbox"/> DEEPEN | <input type="checkbox"/> REPERFORATE CURRENT FORMATION |
| | <input type="checkbox"/> ALTER CASING | <input type="checkbox"/> FRACTURE TREAT | <input type="checkbox"/> SIDETRACK TO REPAIR WELL |
| | <input type="checkbox"/> CASING REPAIR | <input type="checkbox"/> NEW CONSTRUCTION | <input type="checkbox"/> TEMPORARITLY ABANDON |
| | <input type="checkbox"/> CHANGE TO PREVIOUS PLANS | <input type="checkbox"/> OPERATOR CHANGE | <input type="checkbox"/> TUBING REPAIR |
| | <input type="checkbox"/> CHANGE TUBING | <input type="checkbox"/> PLUG AND ABANDON | <input type="checkbox"/> VENT OR FLAIR |
| <input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of Work Completion: 07/25/2010 | <input type="checkbox"/> CHANGE WELL NAME | <input type="checkbox"/> PLUG BACK | <input type="checkbox"/> WATER DISPOSAL |
| | <input type="checkbox"/> CHANGE WELL STATUS | <input type="checkbox"/> PRODUCTION (START/STOP) | <input type="checkbox"/> WATER SHUT-OFF |
| | <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS | <input type="checkbox"/> RECLAMATION OF WELL SITE | <input checked="" type="checkbox"/> OTHER: - Spud Notice |
| | <input type="checkbox"/> CONVERT WELL TYPE | <input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION | |

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

On 7/15/10 MIRU Ross # 21. Spud well @ 8:00 am. Drill 430' of 12 1/4" hole with air mist. TIH W/ 10 Jt's 8 5/8" J-55 24 # csgn. Set @ 430.95'KB. On 7/22/10 cement with 220 sks of class "G" w/ 3% CaCL2 + 1/4# sk Cello- Flake Mixed @ 15.8 ppg > 1.17 cf/ sk yeild. Returned 6 bbls cement to pit. WOC.

NAME (PLEASE PRINT) Jim Smith

TITLE Drilling Foreman

SIGNATURE

DATE 07/25/2010

(This space for State use only)

RECEIVED
AUG 17 2010

DIV. OF OIL, GAS & MINING

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

8 5/8" CASING SET AT _____

LAST CASING _____ SET AT _____
 DATUM _____
 DATUM TO CUT OFF CASING _____
 DATUM TO BRADENHEAD FLANGE _____
 TD DRILLER 430 LOGC 430
 HOLE SIZE 12 1/4"

OPERATOR Newfield Exploration Company
 WELL STEWART 15-20-4-2
 FIELD/PROSPECT MBU
 CONTRACTOR & RIG # Ross# 29

LOG OF CASING STRING:

| PIECES | OD | ITEM - MAKE - DESCRIPTION | WT / FT | GRD | THREAD | CONDT | LENGTH |
|--------|--------|---------------------------|---------|------|--------|-------|--------|
| 1 | | Well Head | | | | | 0.95 |
| 1 | | Gude Shoe | | | | A | 0.9 |
| 1 | 8 5/8" | Casing)Shoe Jt.) | 24 | J-55 | LTC | A | 42.3 |
| 9 | 8 5/8" | Casing | 24 | J-55 | LTC | A | 376.8 |
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[illegible]

COMPANY REPRESENTATIVE

Justin Crum

DATE **7/22/2010**

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

SUNDRY NOTICES AND REPORTS ON WELLS

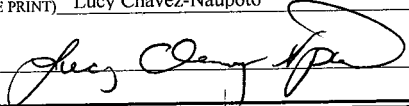
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

| | | |
|-----------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------|
| 1. TYPE OF WELL: OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> | | 5. LEASE DESIGNATION AND SERIAL NUMBER: FEE |
| 2. NAME OF OPERATOR: NEWFIELD PRODUCTION COMPANY | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: |
| 3. ADDRESS OF OPERATOR: Route 3 Box 3630 CITY Myton STATE UT ZIP 84052 | | 7. UNIT or CA AGREEMENT NAME: |
| 4. LOCATION OF WELL: FOOTAGES AT SURFACE: | | 8. WELL NAME and NUMBER: STEWART 15-20-4-2 |
| 5. OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: SWSE, 20, T4S, R2W | | 9. API NUMBER: 4301350297 |
| | | 10. FIELD AND POOL, OR WILDCAT: MYTON-TRIBAL EDA |
| | | COUNTY: DUCHESNE |
| | | STATE: UT |

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | |
|--------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|-----------------------------------------------------------|-------------------------------------------------------------------|
| <input type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will _____ | <input type="checkbox"/> ACIDIZE | <input type="checkbox"/> DEEPEN | <input type="checkbox"/> REPERFORATE CURRENT FORMATION |
| | <input type="checkbox"/> ALTER CASING | <input type="checkbox"/> FRACTURE TREAT | <input type="checkbox"/> SIDETRACK TO REPAIR WELL |
| | <input type="checkbox"/> CASING REPAIR | <input type="checkbox"/> NEW CONSTRUCTION | <input type="checkbox"/> TEMPORARILY ABANDON |
| | <input type="checkbox"/> CHANGE TO PREVIOUS PLANS | <input type="checkbox"/> OPERATOR CHANGE | <input type="checkbox"/> TUBING REPAIR |
| | <input type="checkbox"/> CHANGE TUBING | <input type="checkbox"/> PLUG AND ABANDON | <input type="checkbox"/> VENT OR FLAIR |
| <input checked="" type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of Work Completion: 08/26/2010 | <input type="checkbox"/> CHANGE WELL NAME | <input type="checkbox"/> PLUG BACK | <input type="checkbox"/> WATER DISPOSAL |
| | <input type="checkbox"/> CHANGE WELL STATUS | <input type="checkbox"/> PRODUCTION (START/STOP) | <input type="checkbox"/> WATER SHUT-OFF |
| | <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS | <input type="checkbox"/> RECLAMATION OF WELL SITE | <input checked="" type="checkbox"/> OTHER: - Weekly Status Report |
| | <input type="checkbox"/> CONVERT WELL TYPE | <input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION | |

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.
The above subject well was completed on 08-26-10, attached is a daily completion status report.

NAME (PLEASE PRINT) Lucy Chavez-Naupoto TITLE Administrative Assistant
SIGNATURE  DATE 08/30/2010

(This space for State use only)

RECEIVED
SEP 07 2010
DIV. OF OIL, GAS & MINING

Daily Activity Report

Format For Sundry

STEWART 15-20-4-2**6/1/2010 To 10/30/2010****8/12/2010 Day: 1****Completion**

Rigless on 8/12/2010 - CBL/Perferate 1st stage. Test casing to 4500 PSI. - RU frac head & Cameron BOP's. RU Hot Oiler & test casing, frac head w/ valves, & BOP's to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. WLTD was 6949' w/ cement top @ 130'. RIH w/ 3-1/8" Port gun (11 gram, .36"EH, 120°, 16.82"pen) & perferate CP5 sds @ 6577-87' w/ 3 spf for total of 30 shots. SIFN w/ 166 bbls EWTR.

Daily Cost: \$0**Cumulative Cost:** \$12,614**8/19/2010 Day: 2****Completion**

Rigless on 8/19/2010 - Frac well. Flow well. - RU PSI wireline. Set CBP & perf CP3/CP2 sds as shown in perforation report. RU BJ Services. Frac CP3/CP2 sds as shown in stimulation report. 1117 BWTR. - RU PSI wireline. Set CBP & perf LODC sds as shown in stimulation report. RU BJ Services. Frac LODC sds as shown in stimulation report. 4295 BWTR. - RU BJ Services. Frac CP5 sds as shown in stimulation report. 640 BWTR. - RU PSI wireline. Set CBP & perf B1 sds as shown in perforation report. RU BJ Services. Frac B1 sds as shown in stimulation report. 4555 BWTR. - RU PSI wireline. Set CBP & perf GB4 sds as shown in perforation report. RU BJ Services. Frac GB4 sds as shown in stimulation report. RD BJ Services & PSI. Open well to pit for immediate flowback @ approx. 3 bpm. Well flowed for 5 hrs & died. Recovered 675 bbls. SWIFN. 4133 BWTR.

Daily Cost: \$0**Cumulative Cost:** \$173,642**8/23/2010 Day: 3****Completion**

Nabors #147 on 8/23/2010 - MIRU Nabors #147. ND Cameron BOP. NU Schaeffer BOP. RIH w/ 4 3/4" chomp bit, bit sub & 150 jts 2 7/8" tbg. Tag CBP. RU pump & lines. SWIFN. 4133 BWTR. - RU The Perforators wireline. Set CBP @ 4725'. MIRU Nabors #147. Bleed off well. ND Cameron BOP & 5m frac head. NU 3m production head & Schaeffer BOP. RIH w/ 4 3/4" chomp bit, bit sub & 150 jts new 2 7/8" tbg. from pipe racks (tallying & drifting). Tag CBP @ 4725'. Pull up to 4695'. RU pump & lines. SWIFN. 4133 BWTR.

Daily Cost: \$0**Cumulative Cost:** \$227,646**8/24/2010 Day: 4****Completion**

Nabors #147 on 8/24/2010 - DU CBPs. C/O to PBTD. SWIFN. - 0 psi on well. RIH w/ tbg. Tag CBP @ 4725'. RU powerswivel & pump. DU CBP in 20 min. Cont. RIH w/ tbg. Tag CBP @ 4850'. DU CBP in 25 min. Cont. RIH w/ tbg. Tag CBP @ 5650'. DU CBP in 18 min. Cont. RIH w/ tbg. Tag fill @ 5940'. C/O to CBP @ 6070'. DU CBP in 22 min. Cont. RIH w/ tbg. Tag fill @ 6400'. C/O to CBP @ 6490'. DU CBP in 25 min. Cont. RIH w/ tbg. Tag fill @ 6880'. C/O to PBTD @ 6988'. Circulate well clean. Pull up to 6873'. SWIFN.

Daily Cost: \$0**Cumulative Cost:** \$234,220

8/25/2010 Day: 5**Completion**

Nabors #147 on 8/25/2010 - Swab for cleanup. POOH w/ tbg. RIH w/ production string. ND BOP. Set TAC @ 6546' w/ 18,000# tension. NU wellhead. SWIFN. 6773 BWTR. - Csg. @ 40 psi, tbg. @ 0 psi. RIH w/ swab. SFL @ 500'. Made 20 runs. Recovered 150 bbls. No show of sand. Ending oil cut @ 10%. EFL @ 2000'. RD swab. RIH w/ tbg. Tag fill @ 6960'. C/O to PBTD @ 6988'. Circulate well clean. POOH w/ tbg. LD BHA. RIH w/ 2 7/8" notched collar, 2 jts 2 7/8" tbg., PSN, 1 jt 2 7/8" tbg., 5 1/2" TAC & 208 jts 2 7/8" tbg. ND BOP. Set TAC @ 6546' w/ 18,000# tension. NU wellhead. 6773 BWTR.

Daily Cost: \$0

Cumulative Cost: \$245,522

8/26/2010 Day: 6**Completion**

Nabors #147 on 8/26/2010 - PU rods. Stroke test pump to 800 psi. Good pump action. RD. PWOP @ 3:00 p.m. 101" stroke length, 4.5 SPM. Final Report. 6778 BWTR. - Csg. @ 50 psi, tbg. @ 0 psi. Bleed off well. RIH w/ 2 1/2" x 1 3/4" x 20' x 24' RHAC rod pump, 6- 1 1/2" weight bars, 158- 3/4" guided rods, 98- 7/8" guided rods, 1- 4' x 7/8" pony sub, 1 1/2" x 26' polished rod. Seat pump. Fill tbg. w/ 5 bbls water. Stroke test to 800 psi. Good pump action. RU pumping unit. Hang off rods. RD. PWOP @ 3:00 p.m. 101" stroke length, 4.5 spm. Final Report. 6778 BWTR. **Finalized**

Daily Cost: \$0

Cumulative Cost: \$279,714

Pertinent Files: Go to File List

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well ☒ Oil Well ☐ Gas Well ☐ Dry ☐ Other
b. Type of Completion: ☒ New Well ☐ Work Over ☐ Deepen ☐ Plug Back ☐ Diff. Resvr.,
Other: _____

2. Name of Operator
NEWFIELD EXPLORATION COMPANY

3. Address
1401 17TH ST. SUITE 1000 DENVER, CO 80202

3a. Phone No. (include area code)
(435)646-3721

4. Location of Well (Report location clearly and in accordance with Federal requirements)*

At surface 663' FSL & 1889' FEL (SW/SE) SEC. 20, T4S, R2W

At top prod. interval reported below

At total depth 7040'

14. Date Spudded
07/15/2010

15. Date T.D. Reached
08/07/2010

16. Date Completed 08/25/2010
☐ D & A ☒ Ready to Prod.

17. Elevations (DF, RKB, RT, GL)*
5425' GL 5437' KB

18. Total Depth: MD 7040'
TVD

19. Plug Back T.D.: MD 6988'
TVD

20. Depth Bridge Plug Set: MD
TVD

21. Type Electric & Other Mechanical Logs Run (Submit copy of each)
DUAL IND GRD, SP, COMP. DENSITY, COMP. NEUTRON, GR, CALIPER, CMT BOND

22. Was well cored? ☒ No ☐ Yes (Submit analysis)
Was DST run? ☒ No ☐ Yes (Submit report)
Directional Survey? ☒ No ☐ Yes (Submit copy)

23. Casing and Liner Record (Report all strings set in well)

| Hole Size | Size/Grade | Wt. (#/ft.) | Top (MD) | Bottom (MD) | Stage Cementer Depth | No. of Sks. & Type of Cement | Slurry Vol. (BBL) | Cement Top* | Amount Pulled |
|-----------|-------------|-------------|----------|-------------|----------------------|------------------------------|-------------------|-------------|---------------|
| 12-1/4" | 8-5/8" J-55 | 24# | 0 | 431' | | 220 CLASS G | | | |
| 7-7/8" | 5-1/2" J-55 | 15.5# | 0 | 7034' | | 300 PRIMLITE | | 130' | |
| | | | | | | 430 50/50 POZ | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

24. Tubing Record

| Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) | Size | Depth Set (MD) | Packer Depth (MD) |
|--------|----------------|-------------------|------|----------------|-------------------|------|----------------|-------------------|
| 2-7/8" | EOT@ 6645' | TA @ 6547' | | | | | | |

25. Producing Intervals

| Formation | Top | Bottom | Perforated Interval | Size | No. Holes | Perf. Status |
|----------------|-----|--------|---------------------|------|-----------|--------------|
| A) Green River | | | 6577-6587' CP5 | .36" | 3 | 30 |
| B) Green River | | | 6347-6415' CP2 CP3 | .34" | 3 | 24 |
| C) Green River | | | 5819-5992' LODC | .34" | 3 | 81 |
| D) Green River | | | 5576-5580' B1 | .34" | 3 | 12 |

27. Acid, Fracture, Treatment, Cement Squeeze, etc.

| Depth Interval | Amount and Type of Material |
|----------------|-----------------------------------------------------------------|
| 6577-6587' | Frac w/ 29416#s 20/40 sand in 252 bbls of Lightning 17 fluid. |
| 6347-6415' | Frac w/ 45224#s 20/40 sand in 285 bbls of Lightning 17 fluid. |
| 5819-5992' | Frac w/ 441562#s 20/40 sand in 2780 bbls of Lightning 17 fluid. |
| 5576-5580' | Frac w/ 9846#s 20/40 sand in 87 bbls of Lightning 17 fluid. |

28. Production - Interval A

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|---------------------------------------|
| 8-25-10 | 9-10-10 | 24 | → | 30 | 25 | 6.07 | | | 2-1/2" x 1-3/4" x 20' x 24' RHAC Pump |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio | Well Status | |
| | | | → | | | | | PRODUCING | |

28a. Production - Interval B

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| | | | → | | | | | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio | Well Status | |
| | | | → | | | | | | |

*(See instructions and spaces for additional data on page 2)

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28b. Production - Interval C

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| | | | → | | | | | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio | Well Status | |
| | | | → | | | | | | |

28c. Production - Interval D

| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Gravity | Production Method |
|---------------------|----------------------|--------------|-----------------|---------|---------|-----------|-----------------------|-------------|-------------------|
| | | | → | | | | | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas/Oil Ratio | Well Status | |
| | | | → | | | | | | |

29. Disposition of Gas (Solid, used for fuel, vented, etc.)

SOLD & USED FOR FUEL

30. Summary of Porous Zones (Include Aquifers):

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

31. Formation (Log) Markers

GEOLOGICAL MARKERS

| Formation | Top | Bottom | Descriptions, Contents, etc. | Name | Top |
|-----------|-----|--------|------------------------------|---------------------------------------|----------------|
| | | | | | Meas. Depth |
| | | | | GARDEN GULCH MRK GARDEN GULCH 1 | 4245' 4471' |
| | | | | GARDEN GULCH 2 POINT 3 | 4597' 4884' |
| | | | | X MRKR Y MRKR | 5132' 5161' |
| | | | | DOUGALS CREEK MRK BI CARBONATE MRK | 5277' 5532' |
| | | | | B LIMESTON MRK CASTLE PEAK | 5662' 6232' |
| | | | | BASAL CARBONATE WASATCH | 6634' 6764' |

32. Additional remarks (include plugging procedure):

Stage 5: Green River Formation (GB4) 4776-4779', .34" 3/9 Frac w/ 12347#'s of 20/40 sand in 103 bbls of Lightning 17 fluid

33. Indicate which items have been attached by placing a check in the appropriate boxes:

- ☐ Electrical/Mechanical Logs (1 full set req'd.)
 ☐ Geologic Report
 ☐ DST Report
 ☐ Directional Survey
☐ Sundry Notice for plugging and cement verification
 ☐ Core Analysis
☒ Other: Drilling Daily Activity

34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions)*

Name (please print) Lucy Chavez-NaupotoTitle Administrative AssistantSignature Lucy Chavez-NaupotoDate 09/28/2010

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 3)

(Form 3160-4, page 2)

Daily Activity Report

Format For Sundry

STEWART 15-20-4-2**5/1/2010 To 9/30/2010****STEWART 15-20-4-2****Waiting on Cement****Date:** 7/21/2010

Ross #29 at 430. Days Since Spud - On 7/15/10 spud @ 8:00 AM and drill 12 1/4" hole to 430', P/U and run 10 jts of 8 5/8" J-55 24# STC - Notify BLM, state and ute tribe of spud and Csg run - On 7/22/10 R/U BJ and Cmt w/ sks of class G cmt + 2% calcium chloride+ .25 # sk cello flake mixed - casing Set @ 'KB, - @ 15.8ppg and 1.17 yield , returned 6 bbls cement to pit, bump plug to 140 psi

Daily Cost: \$0**Cumulative Cost:** \$48,648

STEWART 15-20-4-2**Drill 7 7/8" hole with fresh water****Date:** 8/3/2010

NDSI #1 at 1732. 1 Days Since Spud - MIRU Set all equipment w/ Jones trucking - R/U B&C quicktest Test Kelly,safty valve,choke manifold,Pipe and blind rams @ 2000 PSI - Drill 7 7/8" hole F/385' - 1732', w/ 18 WOB, 163 RPM, 346 GPM,ROP 117 - 21 6" DC - Pick up Hughs 7 7/8" Q506F PDC, Hunting 7/8 .33 1.5° M.M. ,Extreme 1x30' Monel 1x2' hang off sub - Surface csg @ 1500 PSI - test good - Tag @ 385' - Gain circulatoin

Daily Cost: \$0**Cumulative Cost:** \$71,008

STEWART 15-20-4-2**Drill 7 7/8" hole with fresh water****Date:** 8/4/2010

NDSI #1 at 3768. 2 Days Since Spud - Rig service funtion test pipe rams and crownomatic - Drill 7 7/8" hole F/1732' - 2703', w/ 18 WOB, 163 RPM, 346 GPM,ROP 117 - Drill 7 7/8" hole F/2703' - 3768', w/ 20 WOB, 160 RPM, 346 GPM,ROP 96

Daily Cost: \$0**Cumulative Cost:** \$103,861

STEWART 15-20-4-2**Drill 7 7/8" hole with fresh water****Date:** 8/5/2010

NDSI #1 at 5334. 3 Days Since Spud - Drill 7 7/8" hole F/ 3768' to 4395', w/ 20 WOB, 160 RPM, 346 GPM,ROP 84fph - Rig Service Function test BOP and Crown-O-Matic, Grease Crown, Swivel, Spinners. - Drill 7 7/8" hole F/ 4395' to 5334', w/ 20 WOB, 160 RPM, 346 GPM,ROP 84fph

Daily Cost: \$0**Cumulative Cost:** \$117,984

STEWART 15-20-4-2**Drill 7 7/8" hole with fresh water****Date:** 8/6/2010

NDSI #1 at 6092. 4 Days Since Spud - Drill 7 7/8" hole F/6210' - 6492', w/ 20 WOB, 160 RPM, 350 GPM,ROP 141 - Gain ciculation and adjust Breaks - Trip in hole w/Bha and circulate through - Change out Mud motor & Bit - Trip out of hole for bit & Mud motor- Mud motor locked up - Pressured up ciculate @ 76 stks 2100 psi - ciculate for tripr - Drill 7 7/8" hole F/5740' - 6179', w/ 20 WOB, 160 RPM, 346 GPM,ROP 70 - Rig service funtion test pipe rams and crownomatic - Drill 7 7/8" hole F/5335' - 5740', w/ 20 WOB, 162 RPM, 346 GPM,ROP 96 - Trip in hole

Daily Cost: \$0**Cumulative Cost:** \$132,607

STEWART 15-20-4-2**Pressure Testing****Date:** 8/7/2010

NDSI #1 at 7040. 5 Days Since Spud - Test csg rams w/2000# psi test good - Lay down DP, BHA and extreme tools - R/U Halliburton run DISGL/SP/GR suite TD to surfaceIQ/TRIP/DLLT/WSTT/IDT/IDLE suite TD to 3000' - Drill 7 7/8" hole F/6492' -7040', w/ 20 WOB, 160 RPM, 350 GPM,ROP 118 - Circulate bottoms up

Daily Cost: \$0**Cumulative Cost:** \$182,730

STEWART 15-20-4-2**Wait on Completion****Date:** 8/8/2010

NDSI #1 at 7040. 6 Days Since Spud - Circulate csg w/rig pump - wait on BJ - R/U QT csg run 167jt 5.5 15.5# j-55 LTC-tag@7038' -GS set @ 7034.06' KB -FC set @ 6989.33' KB - CMT w/BJ Pump 300 sks PL II +3% KCL +5#CSE+0.5#CF+2#KOL+.5SMS+FP+SF mixed @ 11ppg - yield @ 3.54 Then tail of 430 sk 50:50:2+3%KCL+0.5%EC-1+.25# SK CF+.05#SF+.3SMS+FP-6L - Mixed @ 14.4 ppg yeild @ 1.24 return 5 bbls to pit Bump plug to 2276 psi - Clean Mud tanks - Tear down - Release rig @ 5:30 pm on 8/7/10 - Nipple down set 5.5 csg slips w/ 110,000# tention **Finalized**

Daily Cost: \$0**Cumulative Cost:** \$314,415

Pertinent Files: Go to File List